

THE UNITED REPUBLIC OF TANZANIA

BANK OF TANZANIA



On reply please quote:

Ref. No: IA.248/301/01/643

22<sup>nd</sup> December 2025

To. All Foreign Exchange Authorized Dealers

**RE: DIRECTIVES ON FOREIGN EXCHANGE OPERATIONS**

Reference is made to the captioned subject.

2. The Bank of Tanzania wishes to inform all foreign exchange dealers that Directive (i) on Circular No.IA.248/301/01/124 dated 31 May 2023, which states that *“All Foreign exchange transactions exceeding USD 1,000,000.00 per transaction in the retail market shall at all times be traded within the interbank foreign exchange market prevailing quoted prices. All transactions of a single customer in a day shall be summed up for the purpose of determining this amount.”* is hereby revoked.
3. All other provisions of Circular No.IA.248/301/01/124 remain valid and in full force as follows:
  - (i) Trading of foreign exchange with international foreign currency brokers who are not licensed in the United Republic of Tanzania is strictly prohibited.
  - (ii) At all times, foreign exchange dealers are required to strictly observe the procedures for Know Your Customer (KYC) in their undertakings.
  - (iii) The limit for the foreign exchange Net Open Position (NOP) shall be ten per cent (10%) of Core Capital and shall always be observed.
  - (iv) All Letters of Credit (LCs) for transit cargoes shall be funded by foreign exchange mobilized from respective destination countries.
4. All foreign exchange authorized dealers are reminded to continue adhering to all applicable regulatory requirements governing foreign exchange operations, and to ensure full compliance with the Foreign Exchange Act, 1992 and related regulations.
5. This Circular shall take effect from 1<sup>st</sup> January 2026.

Emmanuel M. Tutuba  
**GOVERNOR**