



Bank of Zambia
OFFICE OF THE DEPUTY GOVERNOR - OPERATIONS

BOZ/EXEC/DGO/fmks/bp

June 21, 2023

CB Circular No. : 14/2023

To : All Heads of Commercial Banks

**LIMIT ON PARTICIPATION OF NON-RESIDENT INVESTORS IN THE
PRIMARY MARKET FOR GOVERNMENT SECURITIES**

Reference is made to the above subject.

As part of the overall debt sustainability efforts, the Bank of Zambia wishes to announce that, with immediate effect and until further notice, primary issuances of Government securities to non-resident participants as a group shall be limited to no more than five (5) percent of the planned total annual issuances. This limit will be applied on the cost and not face value.

Please note that this measure will not affect secondary market trading. It means that secondary market trading of Government securities by non-residents will continue as per the current practice.

In view of this measure, all custodians and commercial banks are hereby directed to submit, as received, all bids on behalf of non-resident investors directly to the Bank of Zambia. The Bank will then apply the limit taking account of the performance of the previous and current auctions.

The bids shall be submitted by 10:00 hours on the day of the auction.

Custodians and commercial banks are advised to bring the above information to the attention of their respective clients.

Please contact the Government Securities Unit on telephone number, +211399399 or email, government.securities@boz.zm, for any clarifications.

A handwritten signature in black ink, appearing to be 'Francis Chipimo', written over a horizontal line.

Francis Chipimo (PhD)

DEPUTY GOVERNOR – OPERATIONS

cc Governor