



Tel. 228888/228903-20

BANK OF ZAMBIA

P.O. Box 30080 Lusaka
10101

9 October 1996

C B Circular No. 13/96

To: All Commercial Banks and Other Financial Institutions

Dear Sirs

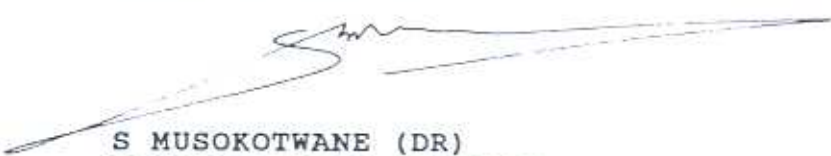
CLASSIFICATION AND PROVISIONING OF LOANS REGULATIONS

The above instrument was signed into law on 30th August 1996 and becomes effective on 1st January 1997.

The implementation of these regulations has been delayed to 1st January 1997 to give all banks and financial institutions sufficient time to draft and have their Boards of Directors adopt their loan policies and loan review system as required by the regulations.

This means that banks should not start working on the two documents on 1st January 1997 but rather these documents should be in place by that date. This will ensure that your officers in the loans area have a clear direction of your bank's policies and of its review system.

Yours faithfully



S MUSOKOTWANE (DR)
ACTING DEPUTY GOVERNOR