

Correspondent Banking Activities

Russian Delegation

February 27th, 2012

FEBRABAN
Federação Brasileira de Bancos

Correspondent Banking Activities

Brazilian Banks are prepared to provide correspondent banking services:

Payments

Foreign Exchange

Cash Management

International Trade and Finance

Custodian Services

Correspondent Banking Activities

- **Persons and Foreign Entities, including Financial Institutions, can hold a deposit account in domestic currency, exclusively in bank branches that operate in foreign exchange duly authorized by the Central Bank**
- **Accounts in name of banks abroad are restricted to those that maintain correspondent relationship with the Brazilian depositary bank of the recourses**

Correspondent Banking Activities

Legislation

International Capital and Foreign Exchange Market
Regulation - RMCCI

Foreign Exchange Market
Brazilian Capital Abroad
Foreign Capital in Brazil

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Correspondent Banking Activities

- Business in Brazil are generally settled in United States Dollars
- Correspondent Banks worldwide have been granting funding to finance Brazilian exports (pre export financing) and imports (import financing)
- Brazilian Banks are very relationship oriented

Correspondent Banking Activities

- To comply with the prevention of money laundering and combating the financing of terrorism, Brazilian banks are required to collect appropriate “know your customer” due diligence information from its correspondent banks and foreign institutions customers - Circular nº 3.461 of 24.07.2009
- Brazil as signatory of the standards established by the financial action group against money laundering and financing terrorism follows its guidelines and the provisions of Law 9613 and regulatory edited by Central Bank of Brazil

Annual Events

- IDB
- ADB
- CLACE
- SIBOS
- IMF
- FELABAN