



Central Bank of The United Arab Emirates

UAE FUNDS TRANSFER SYSTEM

Explanatory Notes on Transaction Codes for BOP

Document Code - UAEFTS-AUX700 - 2017-001-02

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## 2. Document Overview

The document presents the various codes that can be used for by financial institutions in customer-2-customer transactions both in the DOMESTIC and CROSS-BORDER [ALL CURRENCIES] context.



### 3. Balance of Payments

Balance of Payments is a statistical statement designed to provide a systematic record of country's economic transactions between residents of UAE with the rest of the world. The statistical statement reports, with the appropriate breakdown, international transactions during the period under review. To assist CBUAE in the compilation of the Balance of Payment (BOP), information on the transactions of all types of inward as well as outward flows of funds between residents and nonresidents routed through banks are to be reported.

The objective of the balance of payments is to show the main items affecting monetary conditions and exchange markets. With the terms international transaction it is meant any transaction that creates or redeems, in full or in part, claims or debts, or any transaction that implies the transfer of a right over an object between residents and nonresidents.

For compilation of BOP statement, the purpose of transaction is a key attribute, banks and exchange houses may take strenuous efforts to request information from their customers whether it is individual or company regarding the exact nature of the foreign exchange transactions. Accordingly report the same in BOP.

In general transactions,

*Within the scope are:*

- transactions between resident and nonresident
- cross border transactions
- domestic transactions between a resident and a nonresident

*Out of scope are:*

- transactions between resident and resident
- transactions between nonresident and nonresident
- domestic (within UAE) transaction between residents
- transactions in the Vostro/Loro/Financial institutions (UAE bank is AED correspondent for overseas bank) accounts



### ***3.1. Resident and Nonresidents***

Residents are those individuals and institutions (governmental and non-governmental) that comprise the domestic economy of the country. Free zones should be treated as residents.

#### ***3.1.1. Residents:***

- All UAE nationals living in the UAE on permanent basis.
- Foreigners who come to the UAE for work and hold UAE residence visa.
- Citizens who are on diplomatic and consular missions abroad or studying or undergoing medical treatment or touring abroad.
- Federal and Emirate governments and their agencies (UAE embassies, consulates, educational bureaus, trade centers, etc.) operating abroad.
- All UAE based businesses and industrial enterprises, corporations, financial institutions (including banks) and non-profit organizations.
- Branches and subsidiaries of foreign institutions located in the UAE.
- Agencies of foreign businesses and their industrial enterprises in the UAE.
- Staff of international agencies such as UN, their affiliates, etc.

#### ***3.1.2. Non Residents:***

- Embassies, diplomatic and consular staff of foreign governments residing in the UAE.
- All foreign governmental agencies/ institutions (including UN offices) and their staff located in the UAE.
- Branches and subsidiaries abroad of resident institutions.
- Offices of international agencies such as UN, their affiliates, etc



### *3.2. Use of economic sector and economic activity*

The customers (individual or company name as well as a reference identification code) name and economic activity according to the latest ISIC international economic activity classification should be written as supplementary information at all transactions. This information could be incorporated in the system through the customers' registry profile. Also, the economic sector of each customer according to BPM6-SNA2008 classification is needed.

The economic sector or the economic activity is only an indication of the nature of any transaction and it should not be matched directly or mapped with the codes of balance of payments transactions codification. Regardless the economic activity code entries of all kinds of companies could be recorded at the financial account and its related income. For example, an insurance company can take a loan from abroad that needs to be recorded as liability/loans and every transaction that it makes should not be recorded as insurance services.

However, information on the economic activity or the economic sector is important and necessary for the classification of financial account and primary income account by economic sector and economic activity when reporting the final balance of payments account to international organizations as well as for economic analysis purposes.

Especially for the category of direct investment, for the asset side that is direct investment of residents abroad it is necessary to record the economic activity of the direct investment enterprise that is the economic activity of the company abroad and for the liability side that is direct investment in the reporting economy the economic activity of resident enterprise should be reported.



## 4. Data Propagation in SWIFT

The TAG 77B will be used for propagating the data.

### 4.1. Cross Border Transactions Outbound from UAE [All Currencies]

TAG 77B → 3\*35

| Line Number | Template                           | Sample                                                                                  |
|-------------|------------------------------------|-----------------------------------------------------------------------------------------|
|             |                                    | 12345678901234567890123456789012345                                                     |
| 01          | /8a/2!a//3a/[Additional Narrative] | /ORDERRES/AE// <span style="background-color: yellow;">???</span> /XXXXXXXXXXXXXXXXXXXX |
| 02          | //[Additional Narrative]           | //XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX                                                  |
| 03          | //[Additional Narrative]           | //XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX                                                  |

### 4.2. Cross Border Transactions Inbound to UAE [All Currencies]

TAG 77B → 3\*35

| Line Number | Template                           | Sample                                                                                  |
|-------------|------------------------------------|-----------------------------------------------------------------------------------------|
|             |                                    | 12345678901234567890123456789012345                                                     |
| 01          | /8a/2!a//3a/[Additional Narrative] | /BENEFRES/AE// <span style="background-color: yellow;">???</span> /XXXXXXXXXXXXXXXXXXXX |







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|    |                                    |                                                 |
|----|------------------------------------|-------------------------------------------------|
| 01 | /8a/2!a//3a/[Additional Narrative] | /ORDERRES/AE// <b>???</b> /XXXXXXXXXXXXXXXXXXXX |
| 02 | //[Additional Narrative]           | //XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX          |
| 03 | //[Additional Narrative]           | //XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX          |

**4.5. Domestic Transactions [All Currencies except AED] [Option 02]**

TAG 26T → 3!c

|            |                      |
|------------|----------------------|
| Template   | Sample<br><b>123</b> |
| <b>3!c</b> | <b>???</b>           |



UAE Funds Transfer System (UAEFTS)  
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## 5. Codes & Explanatory Notes

| Code       | Brief Description                                          | DOM        | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|------------|------------------------------------------------------------|------------|------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>GDS</b> | <b>Goods Bought or Sold</b>                                | <b>YES</b> | <b>YES</b> | <p><i>Recording of goods between residents and nonresidents related to international trade such as imports and exports regardless the settlement type. As goods there are also considered ships, airplanes, army equipment, natural resources (oil, gas, water), electricity, non-monetary gold. All receipts/payments for exports and re-exports of goods and all receipts from foreign importers regardless of when the goods are shipped. This refers to movable goods for which changes in ownership-actual or imputed-occur between residents and nonresidents. Value of goods imported/exported in fob valuation. In case that the valuation is in cif value or non-known then please indicate this as to estimate the remaining. Merchanting is defined as the purchase of goods by a resident (of the compiling economy) from a nonresident, combined with the subsequent resale of the same goods to another nonresident without the goods being present in the compiling economy. Net exports of goods under merchanting represent the difference between sales over purchases of goods for merchanting. This item includes merchants' margins, holding gains and losses, and changes in inventories of goods under merchanting. Non-monetary gold covers all gold other than monetary gold. Monetary gold is owned by monetary authorities and held as a reserve asset. Non-monetary gold can be in the form of bullion (i.e. coins, ingots, or bars with a purity of at least 995 parts per 1 000), gold powder, and gold in other unwrought or semi-manufactured forms.</i></p> |
| <b>GMS</b> | <b>Processing repair and maintenance services on goods</b> | <b>YES</b> | <b>YES</b> | <p><i>Manufacturing services on physical inputs owned by others covers processing, assembly, labelling, packing, and so forth, undertaken by</i></p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |



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| Code | Brief Description | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
|------|-------------------|-----|-----|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|      |                   |     |     | <p><i>enterprises that do not own the goods concerned. The manufacturing is undertaken by an entity that receives a fee from the owner. Since the ownership of the goods does not change, no general merchandise transaction is recorded between the processor and the owner. The value of fees charged for manufacturing on physical inputs owned by others is not necessarily the same as the difference between the value of goods sent for processing and the value of goods after processing. Excluded are the assembly of prefabricated construction (included in construction) and labelling and packaging incidental to transport (included in transport). Recording of the amount received as receipt or payment for the processing of goods that remain to be possessed by nonresidents and following this procedure are again exported. In the case that the products are not re-exported the transaction is recorded under imports. Recording of the amount received/payed as processing of goods abroad those are still possessed by residents and afterwards are again imported. In the case that the products are not re-exported the transaction is recorded under exports. Maintenance and repair services not included elsewhere cover maintenance and repair work by residents on goods that are owned by nonresidents (and vice versa). The repairs may be performed at the site of the repairer or elsewhere. The value of maintenance and repairs includes any parts or materials supplied by the repairer and included in the charges. Parts and materials charged separately should be included in general merchandise. Repairs and maintenance on ships, aircraft and other transport equipment are included in this item. Cleaning of transport equipment is excluded as it is included in transport services. Construction maintenance and repairs are excluded as they are</i></p> |



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| Code       | Brief Description    | DOM        | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|------------|----------------------|------------|------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                      |            |            | <i>included under construction. Maintenance and repairs of computers are excluded as they are included under telecommunication, computer and information services. Recording of value of receipts for repairs of goods conducted by residents to goods possessed by nonresidents and payments to nonresidents for repairs of goods possessed by residents in the UAE or abroad. From these transactions should be excluded repairs to personal computers, goods that belong to travelers, repairs to real estate. Also maintenance works to means of transport are recorded under transport</i>                                                                                                                                                                                                                                                                                                                           |
| <b>STS</b> | <b>Sea transport</b> | <b>YES</b> | <b>YES</b> | <i>Transport is the process of carriage of people and objects from one location to another as well as related supporting and auxiliary services. Cover all transportation services by sea. Recording of receipt of residents for transport of nonresidents and payments of residents for their transport from ships operated by nonresidents. Receipts of payments refer to tickets that connect UAE with neighbor countries or third countries with each other. Excluded are cruises, yachting, and transport with the country which are classified under travel. Recording of receipts of residents from nonresidents for transport of exporting goods and payments of residents for importing of importing goods. Receipts of residents from nonresidents from transport of goods among third countries and receipts or payments between residents and nonresidents for other auxiliary services to sea transport.</i> |
| <b>ATS</b> | <b>Air transport</b> | <b>YES</b> | <b>YES</b> | <i>Covers all transportation services provided by air. Receipts and payments of airline companies resident in the UAE related to transport of people, cargo and other auxiliary services related to air transport.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |



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| Code | Brief Description        | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
|------|--------------------------|-----|-----|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| OTS  | Other modes of transport | YES | YES | <p><i>Receipts and payments among residents and nonresidents related to train, road, pipelines and other types of transport. Also, combination of means of transport and auxiliary services to support the transport such as storage. Space transport includes satellite launches undertaken by commercial enterprises for the owners of the satellites (such as telecommunication enterprises) and other operations performed by operators of space equipment, such as transport of goods and people for scientific experiments. Rail transport covers transport by trains. Road transport covers transport by lorries, trucks, buses and coaches. Inland waterway transport relates to international transportation on rivers, canals and lakes. Included are waterways that are internal to one country and those that are shared among two or more countries. Pipeline transport covers international transport of goods in pipelines, such as the transport of petroleum and related products, water and gas. Excluded are distribution services, typically from substations to the consumer and the value of the products transported. Electricity transmission comprises services for transmission of electric energy at high voltage over an interconnected group of lines and associated equipment between points of supply and the points at which it is transformed to low voltage for delivery to consumers or delivery to other electric systems. Included are charges for the transmission of electricity when this is separate from the production and distribution process. The provision of electricity itself is excluded. Also excluded are distribution services of electricity. Other supporting and auxiliary transport services cover all other transportation services that cannot be allocated to any of the components of transportation services described above.</i></p> |



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| Code | Brief Description | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
|------|-------------------|-----|-----|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| STR  | Travel            | YES | YES | <p><i>Travel credits cover goods and services for own use, or to give away, acquired from an economy by nonresidents during visits to that economy. Travel debits cover goods and services for own use, or to give away, acquired from other economies by residents during visits to these other economies. Travel includes local transport (i.e. transport within the economy being visited and provided by a resident of that economy), but excludes international transport (which is included in transport). Also excluded are goods purchased by a traveller for resale in the traveller's own economy or in any other economy. All foreign currencies and travelers cheques purchased over the counter from nonresidents traveling in UAE and bank drafts received in their favor are also included. Currency surrendered by the residents after return from travel abroad. All foreign currencies and travelers' cheques sold to residents traveling abroad. It also include payments of tuition/boarding, examination fee, etc to schools, colleges and other educational institutions, payments to hotels by residents for their abroad stay, payment to travel agents for booking of passages of foreign trips. Receipts of residents for the provision of services and sales of goods in the UAE to travelers' nonresidents or payments of residents for the provision of the corresponding services abroad. Example of these transactions are hotels, restaurants, museums, group activities, yachting, tourism agencies, tour operators, etc. Includes leisure, health (medical reasons), education (students) and visit to family according to expenses. Business travel covers the acquisition of goods and services by business travellers. Also includes the acquisition of goods and services for personal use by seasonal, border and other workers who are not resident in the economy in which they are employed.</i></p> |



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| Code       | Brief Description         | DOM        | CBP        | <i>Explanatory Notes</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
|------------|---------------------------|------------|------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>SCO</b> | <b>Construction</b>       | <b>YES</b> | <b>YES</b> | <p><i>Construction covers the creation, renovation, repair or extension of fixed assets in the form of buildings, land improvements of an engineering nature and other engineering constructions (including roads, bridges, dams, etc.). It includes related installation and assembly work, site preparation and general construction, specialised services such as painting, plumbing and demolition and management of construction projects. The construction contracts covered in international trade in services are generally of a short-term nature. A large-scale construction project contracted by a non-resident enterprise that takes a year or more to be completed will usually give rise to a resident branch. Also, Construction services cover the receipt for the work performed on construction projects and installations by employees of a resident enterprise in locations outside the economic territory. Construction services cover the payments for the work performed on construction projects and installations by employees of a nonresident enterprise in locations inside UAE. Receipts of construction companies those who are resident to the UAE abroad. Included transactions are the cost of construction, repairs, maintenance work to buildings as well as renting and establishment of necessary equipment. Payments of residents to nonresident construction companies operated in the UAE.</i></p> |
| <b>INS</b> | <b>Insurance services</b> | <b>YES</b> | <b>YES</b> | <p><i>These services are estimated or valued by the charges included in total premiums rather than by the total value of the premiums. Insurance services cover the receipt by resident insurance enterprises and the payments to nonresident insurance enterprises for provision of various types of insurance to nonresidents (i.e., life including pension and annuity services, other casualty or accident, health,</i></p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |



## UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

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| Code | Brief Description | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
|------|-------------------|-----|-----|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|      |                   |     |     | <p><i>general liability, fire, marine, aviation, etc.) and reinsurance. It also includes the claims received by residents from the nonresident service providers. Recorded as insurance services are agent commissions related to Insurance transactions. Insurance services receipts of residents insurance companies to nonresidents or payments of residents to insurance companies of nonresidents regarding goods, life insurance, travel, reimbursement. Holders of life insurance policies make regular payments to an insurer (there may be just a single payment) in return for which the insurer guarantees to pay the policy holder an agreed minimum sum or an annuity, at a given date or at the death of the policy holder, if this occurs earlier. Freight insurance services relate to insurance provided on goods that are in the process of being exported or imported, on a basis that is consistent with the measurement of goods f.o.b. and freight transportation. Other direct insurance covers all other forms of casualty insurance. Included are term life insurance, accident and health insurance (unless these are provided as part of government social security schemes), marine, aviation and other transport insurance, fire and other property damage, pecuniary loss insurance, general liability insurance and other insurance, such as travel insurance and insurance related to loans and credit cards.</i></p> <p><i>Reinsurance is the process of subcontracting parts of the insurance risk, often to specialised operators, in return for a proportionate share of the premium income. Reinsurance transactions may relate to packages that mix several types of risks. Receipts or payments of resident insurance companies from nonresident insurance companies for reinsurance contracts. Comprise transactions that are closely related to insurance and pension fund operations. Included are</i></p> |





## UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

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| Code       | Brief Description         | DOM        | CBP        | <i>Explanatory Notes</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
|------------|---------------------------|------------|------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                           |            |            | <i>agents' commissions, insurance brokering and agency services, insurance and pension consultancy services, evaluation and adjustment services, actuarial services, salvage administration services, and regulatory and monitoring services on indemnities and recovery services. Receipts or payments between residents and nonresidents for services like commissions during the insurance process.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| <b>FIS</b> | <b>Financial services</b> | <b>YES</b> | <b>YES</b> | <i>Explicit charges in the case of many financial services that require no special calculation. They include fees for deposit-taking and lending, fees for one-off guarantees, early or late repayment fees or penalties, account charges, fees related to letters of credit, credit card services, commissions and charges related to financial leasing, factoring, underwriting, and clearing of payments. Also included are financial advisory services, custody of financial assets or bullion, financial asset management, monitoring services, liquidity provision services, risk assumption services (other than insurance), merger and acquisition services, credit rating services, stock exchange services and trust services. Dealers in financial instruments may charge, in full or part, for their services by having a spread between their buying and selling prices. Margins on buying and selling transactions are included in explicitly charged and other financial services. Covers financial intermediary and auxiliary services (except those of insurance enterprises and pension funds) conducted between resident and nonresidents. Included are intermediary services fees, such as those associated with letters of bankers' acceptances, lines of credit, financial leasing and foreign exchange transaction. Also included are commission and other fees related to transaction in securities-brokerage, placements of issues, underwritings,</i> |



**UAE Funds Transfer System (UAEFTS)**  
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| Code       | Brief Description                                             | DOM        | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
|------------|---------------------------------------------------------------|------------|------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                                                               |            |            | <i>redemptions. Covers financial intermediary and auxiliary services (except those of insurance enterprises and pension funds) conducted between resident and nonresidents. Also recording of receipts or payments of commissions or expenses that financial institutions and other financial intermediaries charge for financial intermediation, custody, financial consulting.</i>                                                                                                                                                                                                                                                                                                                                                    |
| <b>IPC</b> | <b>Charges for the use of intellectual property royalties</b> | <b>YES</b> | <b>YES</b> | <i>Charges for the use of intellectual property not included elsewhere include recording of receipts or payments related to: (a) charges for the use of proprietary rights (such as patents, trademarks, copyrights, know-how, industrial processes and designs including trade secrets and franchises). These rights can arise from research and development, as well as from marketing and (b) charges for licenses to reproduce or distribute intellectual property embodied in produced originals or prototypes (such as copyrights on books and manuscripts, computer software, cinematographic works, and sound recordings) and related rights (such as for live performances and television, cable, or satellite broadcast).</i> |
| <b>TCS</b> | <b>Telecommunication services</b>                             | <b>YES</b> | <b>YES</b> | <i>Telecommunications services encompass the transmission of sound, images or other information by telephone, telex, telegram, radio and television cable and broadcasting, satellite, electronic mail, facsimile services etc., including business network services, teleconferencing and support services. They do not include the value of the information transported. Also included are mobile telecommunication services, internet backbone services and online access services, including provision of access to the internet. Excluded are installation services for telephone network equipment as they are included in construction.</i>                                                                                      |
| <b>ITS</b> | <b>Computer services</b>                                      | <b>YES</b> | <b>YES</b> | <i>Computer services consist of hardware and/or software-related</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |



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| Code       | Brief Description           | DOM        | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
|------------|-----------------------------|------------|------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                             |            |            | <i>services, and data-processing services. Also included are hardware and software consultancy and implementation services, maintenance and repair of computers and peripheral equipment, disaster recovery services, provision of advice and assistance on matters related to the management of computer resources, analysis, design and programming of systems ready to use (including web page development and design), technical consultancy related to software, licenses to use non-customised software, development, production, supply and documentation of customised software, including operating systems made to order for specific users, systems maintenance and other support services, such as training provided as part of consultancy, data-processing services, such as data entry, tabulation and processing on a time-sharing basis, web page hosting services (i.e. the provision of server space on the internet to host clients' web pages) and computer facilities management. Excluded are charges for licenses to reproduce and/or distribute software which are included in charges for the use of intellectual property n.i.e. Leasing of computers without an operator is included in technical, trade-related and other business services. Recording of receipts or payments for consulting services regarding hardware, software, data processing, repair of computers.</i> |
| <b>IFS</b> | <b>Information services</b> | <b>YES</b> | <b>YES</b> | <i>Information services comprise news agency services, database services (database conception, data storage and the dissemination of data and databases, including directories and mailing lists), both online and through magnetic, optical or printed media and web search portals (search engine services that find internet addresses for clients who input keyword queries). Also included are direct, non-bulk subscriptions to newspapers and periodicals, whether by mail,</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |



**UAE Funds Transfer System (UAEFTS)**  
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| Code       | Brief Description                                      | DOM        | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
|------------|--------------------------------------------------------|------------|------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                                                        |            |            | <i>electronic transmission or other means, other online content provision services and library and archive services. Bulk newspapers and periodicals are included under general merchandise. Recording of receipts or payments for services regarding access to databases, networks of information or subscription to newspapers or periodicals.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>RDS</b> | <b>Research and development services</b>               | <b>YES</b> | <b>YES</b> | <i>Recording of receipts or payments related to research and development services that consist of services that are associated with basic research, applied research, and experimental development of new products and processes. In principle, such activities in the physical sciences, social sciences, and humanities are covered within this category, including the development of operating systems that represent technological advances. Also included is commercial research related to electronics, pharmaceuticals and biotechnology. Work undertaken on a systematic basis to increase the stock of knowledge comprise: provision of customised and non-customised research &amp; development services, sale of proprietary rights arising from research &amp; development. Provision of customised and non-customised research and development services covers the provision of research and development services that are made-to order (customised) and development of non-customised research and development, excluding sales of proprietary rights and sales related to licenses to reproduce or use (included in Charges for the use of intellectual property).</i> |
| <b>PMS</b> | <b>Professional and management consulting services</b> | <b>YES</b> | <b>YES</b> | <i>Professional and management consulting services include: legal services, accounting, management consulting, managerial services and public relations services, advertising, market research, and public opinion polling services. Recording of receipts and payments</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |



**UAE Funds Transfer System (UAEFTS)**  
**Explanatory Notes on Transaction Codes for BOP**

Document Code: UAEFTS-AUX700

| Code       | Brief Description                                          | DOM        | CBP        | <i>Explanatory Notes</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|------------|------------------------------------------------------------|------------|------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                                                            |            |            | <p><i>related to lawyers, management consulting, audit, tax, public relations, advertisement, market research, media, etc. Legal services cover legal advisory and representation services in any legal, judicial and statutory procedures, drafting services of legal documentation and instruments, certification consultancy and escrow and settlement services. Accounting, auditing, bookkeeping and tax consultancy services covers the recording of commercial transactions for businesses and others, examination services of accounting records, financial statements, business tax planning, consulting and preparation of tax documents. Business and management consulting and public relations services covers advisory, guidance and operational assistance services provided to businesses for business policy and strategy and the overall planning, structuring and control of an organisation. Included are management fees, management auditing, market management, human resources, production management, project management consulting, advisory, guidance and operational services related to improving the image of the clients and their relations with the general public and other institutions. Advertising, market research and public opinion polling covers the design, creation and marketing of advertisements by advertising agencies, media placement, including the purchase and sale of advertising space, exhibition services provided by trade fairs, the promotion of products abroad, market research, telemarketing and public opinion polling on various issues.</i></p> |
| <b>TTS</b> | <b>Technical trade-related and other business services</b> | <b>YES</b> | <b>YES</b> | <p><i>These comprise: architectural, engineering, scientific and other technical services, waste treatment and de-pollution, agricultural and mining services, operating leasing services, trade-related services, other business services n.i.e. Recording of receipts and</i></p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |



# UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

Document Code: UAEFTS-AUX700

| Code | Brief Description | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
|------|-------------------|-----|-----|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|      |                   |     |     | <p><i>payments regarding receipts and payments regarding real estate agents, renting, architecture, quality control, agriculture, waste management, cleaning, security, translation, etc. Architectural services include transactions related to the design of buildings. Engineering services include the design, development and utilization of machines, materials, instruments, structures, processes and systems. Services of this type involve the provision of designs, plans and studies related to engineering projects. Scientific and other technical services include surveying, cartography, product testing and certification and technical inspection services. Waste treatment and de-pollution, agricultural and mining services comprise: waste treatment and de-pollution, services incidental to agriculture, forestry and fishing, services incidental to mining and oil and gas extraction. Waste treatment and de-pollution include waste collection and disposal, remediation, sanitation and other environmental protection services. They also include environmental services, such as production of carbon offsets or carbon sequestration that are not classified under any more specific category. Services incidental to agriculture, forestry and fishing include agricultural services that are incidental to agriculture, such as the provision of agricultural machinery with crew, harvesting, treatment of crops, pest control, animal boarding, animal care, and breeding services. Services in hunting, trapping, forestry and logging, fishing and veterinary services. Services incidental to mining and oil and gas extraction include mining services provided at oil and gas fields, including drilling, derrick building, repair and dismantling services and oil and gas well casing cementing. Services incidental to mineral prospecting and exploration, as well as mining engineering</i></p> |



## UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

Document Code: UAEFTS-AUX700

| Code | Brief Description | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
|------|-------------------|-----|-----|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|      |                   |     |     | <p><i>and geological surveying. Operating leasing services that is the activity of renting out produced assets under arrangements that provide use of a tangible asset to the lessee, but do not involve the transfer of the bulk of risks and rewards of ownership to the lessee. Operating leasing may be called rental in case of items such as buildings or equipment. Operating leasing services cover leasing (rental) and charters, without crew, of ships, aircraft, and transport equipment. Also included are operating lease payments relating to other types of equipment without an operator, including computers and telecommunications equipment. License payments for the right to use intangible assets, such as software, intellectual property are included under specific headings (Computer services, Charges for the use of intellectual property n.i.e. etc.) rather than operating leasing. Excluded from operating leasing services are leasing of telecommunications lines or capacity (included in Telecommunications services), rental of ships and aircraft with crew (included in Transport services) and rentals incidental to travel (included in Travel). Trade-related services cover commissions on goods and service transactions payable to merchants, commodity brokers, dealers, auctioneers, and commission agents. Excluded from trade-related services are franchising fees (included in Charges for the use of intellectual property n.i.e.), brokerage on financial instruments (included in Financial services), insurance brokerage (included in Auxiliary insurance services) and transport-related charges, such as agency commissions (included in Transport). Other business services not included elsewhere include distribution services related to water, steam, gas or other petroleum products and air-conditioning supply, where these are identified separately from</i></p> |



**UAE Funds Transfer System (UAEFTS)**  
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| Code       | Brief Description                                               | DOM        | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
|------------|-----------------------------------------------------------------|------------|------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                                                                 |            |            | <i>transmission services, placement of personnel, security, and investigative services, translation and interpretation, photographic services, publishing, building cleaning and real estate services.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| <b>PRS</b> | <b>Personal cultural audio visual and recreational services</b> | <b>YES</b> | <b>YES</b> | <i>Other personal, cultural and recreational services are education services, health services, heritage and recreational services and other personal services. Education services comprises services supplied between residents and nonresidents relating to education, such as correspondence courses and education via television or the internet, as well as by teachers who supply services directly in host economies. Health services comprise services provided by doctors, nurses and paramedical and similar personnel, as well as laboratory and similar services, whether rendered remotely or on-site. Excluded is all expenditure by travellers on education and health (included in Travel). Heritage and recreational services includes services associated with museums and other cultural, sporting, gambling and recreational activities, except those involving persons outside their economy of residence (included in Travel). Recording of receipts or payments regarding cultural activities and personal services such as seminars, memberships to scientific organizations, doctors, subscription to museums, clubs, etc.</i> |
| <b>GOS</b> | <b>Government goods and services embassies etc</b>              | <b>YES</b> | <b>YES</b> | <i>This category is covering government transactions in goods and services that it is not possible to classify under other items. Included are all transactions (in both goods and services) by enclaves such as embassies, consulates, military bases and international organizations with residents of economies in which the enclaves are located. Excluded are transactions of the enclaves with residents of the home economies. All receipts of diplomatic consulates, embassies, and international agencies represented in UAE to meet their local</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |





## UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

Document Code: UAEFTS-AUX700

| Code       | Brief Description            | DOM        | CBP        | <i>Explanatory Notes</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
|------------|------------------------------|------------|------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                              |            |            | <i>expenditures. All payments of UAE diplomatic consulates, embassies, offices in international agencies to meet their local expenditures abroad. Recording of withdrawals in AED or foreign currency from nonresident accounts of embassies, consulates, etc. as well as deposits to accounts abroad of UAE embassies, consulates etc. Additionally, purchases or sales of real estate in the UAE from foreign governments as well as international organizations and purchases or sales of real estate abroad from UAE government.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| <b>SAL</b> | <b>Salary</b>                | <b>YES</b> | <b>YES</b> | <i>Compensation of employees is recorded when the employer (the producing unit) and the employee are resident in different economies. For the economy where the producing units are resident, compensation of employees is the total remuneration (including contributions paid by employers to social security schemes or to private insurance or pension funds), in cash or in kind, payable by resident enterprises to nonresident employees in return for work done by the latter during the accounting period. For the economy where the individuals are resident, compensation is the total remuneration, in cash or in kind, receivable by them from nonresident enterprises in return for work done during the accounting period. It is important to establish whether an employer-employee relationship exists and if not, the payment constitutes a purchase of services. Recording of receipts of residents for wages for the provision of services abroad and payments of nonresidents for the provision of residents in the UAE.</i> |
| <b>IGD</b> | <b>Intra group dividends</b> | <b>YES</b> | <b>YES</b> | <i>Include receipts and payments by residents in the form of dividends to/from abroad. Recording of receipts and payments on dividends and profits that resident direct investors receive from direct investment enterprises abroad to which they participate with</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |



## UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

Document Code: UAEFTS-AUX700

| Code       | Brief Description                          | DOM        | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
|------------|--------------------------------------------|------------|------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                                            |            |            | <i>percentage more than 10% at their share capital and payments of dividends or profits that direct investment enterprises pay in the UAE to direct investors nonresidents which participate to resident direct investment enterprise share capital more than 10%. Dividends are the distributed earnings allocated to the owners of equity shares for placing funds at the disposal of corporations. Dividends are recorded at the moment the shares go ex-dividend. The profits/dividends to be distributed to shareholders/partners or the amounts payable to the parent company.</i>   |
| <b>IID</b> | <b>Intra group interest on debt</b>        | <b>YES</b> | <b>YES</b> | <i>Recording of receipts for interest as investment income on external financial assets that resident direct investors receive from direct investment enterprises and payments that resident direct investment enterprises pay to direct investors' nonresidents for debt instruments among them (ex. bonds, loans).</i>                                                                                                                                                                                                                                                                   |
| <b>PIP</b> | <b>Profits on Islamic products</b>         | <b>YES</b> | <b>YES</b> | <i>According to Islamic banking definitions (for ex. sukuks)</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| <b>PRR</b> | <b>Profits or rents on real estate</b>     | <b>YES</b> | <b>YES</b> | <i>Rent covers income receivable for putting natural resources at the disposal of a nonresident institutional unit. Examples of rent include amounts payable for the use of land extracting mineral deposits and other subsoil assets and for fishing, forestry, and grazing rights. The regular payments made by the lessees of natural resources are classified as rents. Rents on real estate that residents receive from nonresidents and payments that residents pay to nonresidents. Rents from properties collected by residents from nonresidents and vice versa are recorded.</i> |
| <b>DOE</b> | <b>Dividends on equity not intra group</b> | <b>YES</b> | <b>YES</b> | <i>Investment income is derived from a resident's ownership of an external financial asset (credit) and symmetrically, income derived from a nonresident's ownership of a domestic financial asset (debit) when there is no direct investment relationship among them.</i>                                                                                                                                                                                                                                                                                                                 |



**UAE Funds Transfer System (UAEFTS)**  
**Explanatory Notes on Transaction Codes for BOP**

Document Code: UAEFTS-AUX700

| Code | Brief Description                       | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|------|-----------------------------------------|-----|-----|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|      |                                         |     |     | <i>Receipts of dividends and profits from residents participating to the share capital of nonresidents with percentage less than 10% and payments of residents companies to nonresidents that participate with percentage less than 10% to their capital.</i>                                                                                                                                                                                                                                                                                       |
| ISH  | Income on investment funds shares       | YES | YES | <i>Investment income attributable to collective investment fund shareholders, including mutual funds and unit trusts. Earnings from investment funds can be viewed as being passed on to their shareholders (or unit holders) as they are earned in the form of investment income on their equity. Investment funds earn income by investing the money received from shareholders. Shareholders' income from investment funds is defined as the investment income earned on the fund's investment portfolio after deducting operating expenses.</i> |
| ISL  | Interest on securities more than a year | YES | YES | <i>Receipts of interest from residents that hold securities of maturity more than a year issued by nonresidents and payments of interest of residents that have issued a security with maturity more than a year to nonresidents holders of the security.</i>                                                                                                                                                                                                                                                                                       |
| ISS  | Interest on securities less than a year | YES | YES | <i>Receipts of interest from residents that hold securities of maturity less than a year issued by nonresidents and payments of interest of residents that have issued a security with maturity less than a year to nonresidents holders of the security.</i>                                                                                                                                                                                                                                                                                       |
| IOL  | Income on loans                         | YES | YES | <i>This refers to loans between enterprises which do not have a direct investment relationship and it relates to accrued interest on loans recorded in the section on loans. Receipts or payments for loans between residents and nonresidents. Also, interest of interbank loans between residents and nonresidents should be included.</i>                                                                                                                                                                                                        |
| IOD  | Income on deposits                      | YES | YES | <i>Recording of receipts of income from financial institutions nonresidents for the accounts of residents and payments of income</i>                                                                                                                                                                                                                                                                                                                                                                                                                |



**UAE Funds Transfer System (UAEFTS)**  
**Explanatory Notes on Transaction Codes for BOP**

Document Code: UAEFTS-AUX700

| Code | Brief Description                                                    | DOM | CBP | <i>Explanatory Notes</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
|------|----------------------------------------------------------------------|-----|-----|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| GRI  | <b>Government related income taxes tariffs capital transfers etc</b> | YES | YES | <p><i>from resident financial institutions for accounts of nonresidents.</i></p> <p><i>Receipts and payments of transfers of UAE government to and from nonresidents divided by subcategory below where applicable. Taxes on products payable per unit of some good or service produced or traded cross-border. Examples include import duties, excise duties, tariffs and other taxes on production. Current taxes on income, wealth etc. consists mainly of taxes levied on the income earned by nonresidents from the provision of their labor or financial assets. Taxes on income and capital gains from financial assets are generally payable by individuals, corporations and non-profit institutions and receivable by general government. Subsidies on products are payable per unit of a good or service produced and other subsidies on production consist of subsidies that resident producer units may receive as a consequence of engaging in production. Social contributions are the actual or imputed contributions made by households to social insurance schemes to make provision for social benefits to be paid for example pensions. Social benefits include benefits payable under social security and pension schemes. They include pensions and non-pension benefits from events or circumstances such as sickness, unemployment, housing and education, and may be in cash or in kind for example scholarships for studies abroad. Capital transfers consist of transfers of ownership of fixed assets, transfers of funds linked to, or conditional upon, the acquisition or disposal of fixed assets and the cancellation, without any consideration being received in return, of liabilities by creditors. Capital taxes consist of taxes levied at irregular and infrequent intervals on the values of the assets or net worth owned by institutional units or on the values of assets transferred between</i></p> |



## UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

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| Code       | Brief Description               | DOM        | CBP        | <i>Explanatory Notes</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
|------------|---------------------------------|------------|------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                                 |            |            | <p><i>institutional units. These include inheritance taxes and taxes on gifts between persons levied on the capital of the beneficiaries.</i></p> <p><i>Investment grants consist of capital transfers, in cash or in kind, made to finance all or part of the costs of acquiring fixed assets. The recipients are obliged to use investment grants received in cash for purposes of gross fixed capital formation, and the grants are often tied to specific investment projects, such as large construction projects. Other capital transfers include major non-recurrent payments in compensation for extensive damage or serious injuries not covered by insurance policies, large gifts, legacies and donations, including those to non-profit institutions. For example grants for the construction of schools, hospitals and roads.</i></p> |
| <b>CHC</b> | <b>Charitable Contributions</b> | <b>YES</b> | <b>YES</b> | <p><i>Current international cooperation consists of current transfers in cash or in kind between the governments of different countries or between governments and international organizations for example humanitarian aid, military assistance, contributions to international organization apart from loans.</i></p>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| <b>FAM</b> | <b>Family Support</b>           | <b>YES</b> | <b>YES</b> | <p><i>Personal transfers between resident and nonresident households consist of all current transfers in cash or in kind made or received by resident households to or from nonresident households and miscellaneous current transfers, in cash or in kind that include transfers to nonprofit institutions serving households, transfers between households, fines and penalties, payments for lottery tickets and gambling or payments of compensation non-government related. Workers' remittances consist of personal transfers made by migrants' resident and employed in new economies to nonresident households. Persons who work for and stay in new economies for less than a year are considered nonresidents and their remuneration is</i></p>                                                                                          |



## UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

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| Code | Brief Description                                      | DOM | CBP | Explanatory Notes                                                                                                                                                              |
|------|--------------------------------------------------------|-----|-----|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|      |                                                        |     |     | <i>recorded under compensation of employees/salary. Mainly UAE nationals working abroad to residents of UAE without 'quid-pro-quo' or by residents in UAE to nonresidents.</i> |
| EDU  | Educational Support                                    | YES | YES | <i>NO ADDITIONAL NOTES WILL BE PROVIDED ... THE BRIEF DESCRIPTION IS EXPECTED TO SUFFICE.</i>                                                                                  |
| ALW  | Allowances                                             | YES | YES |                                                                                                                                                                                |
| AES  | Advance payment against EOS                            | YES | YES |                                                                                                                                                                                |
| LAS  | Leave Salary                                           | YES | YES |                                                                                                                                                                                |
| OVT  | Overtime                                               | YES | YES |                                                                                                                                                                                |
| TKT  | Tickets                                                | YES | YES |                                                                                                                                                                                |
| SAA  | Salary Advance                                         | YES | YES |                                                                                                                                                                                |
| COP  | Compensation                                           | YES | YES |                                                                                                                                                                                |
| COM  | Commission                                             | YES | YES |                                                                                                                                                                                |
| EOS  | End of Service                                         | YES | YES |                                                                                                                                                                                |
| BON  | Bonus                                                  | YES | YES |                                                                                                                                                                                |
| PEN  | Pension                                                | YES | YES |                                                                                                                                                                                |
| UTL  | Utility Bill Payments                                  | YES | YES |                                                                                                                                                                                |
| DCP  | Pre-Paid Reloadable & Personalized Debit Card Payments | YES | YES |                                                                                                                                                                                |
| LND  | Loan Disbursements                                     | YES | YES |                                                                                                                                                                                |
| LIP  | Loan Interest Payments                                 | YES | YES |                                                                                                                                                                                |
| IPO  | IPO Subscriptions                                      | YES | YES |                                                                                                                                                                                |
| POR  | Refunds or Reversals on IPO subscriptions              | YES | YES |                                                                                                                                                                                |
| RNT  | Rent Payments                                          | YES | YES |                                                                                                                                                                                |
| LNC  | Loan Charges                                           | YES | YES |                                                                                                                                                                                |
| EMI  | Equated Monthly Instalments                            | YES | YES |                                                                                                                                                                                |
| DIV  | Dividend Payouts                                       | YES | YES |                                                                                                                                                                                |
| ACM  | Agency Commission                                      | YES | YES |                                                                                                                                                                                |
| CCP  | Corporate Card Payment                                 | YES | YES |                                                                                                                                                                                |



UAE Funds Transfer System (UAEFTS)  
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Document Code: UAEFTS-AUX700

| Code | Brief Description                                                                                                                                                                                    | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----|-----|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| POS  | POS Merchant Settlement                                                                                                                                                                              | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| MCR  | Monetary Claim Reimbursements Medical Insurance or Auto Insurance etc.                                                                                                                               | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| PIN  | Personal Investments                                                                                                                                                                                 | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| CIN  | Commercial Investments                                                                                                                                                                               | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| CRP  | Credit Card Payments                                                                                                                                                                                 | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| TOF  | Transfer of funds between persons Normal and Juridical                                                                                                                                               | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| IGT  | INTER GROUP TRANSFER                                                                                                                                                                                 | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| OAT  | OWN ACCOUNT TRNSFER                                                                                                                                                                                  | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| SVI  | STORED VALUE CARD CASH-IN                                                                                                                                                                            | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| SVO  | STORED VALUE CARD CASH-OUT                                                                                                                                                                           | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| SVP  | STORED VALUE CARD PAYMENTS                                                                                                                                                                           | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| MWI  | MOBILE WALLET CASH IN                                                                                                                                                                                | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| MWO  | MOBILE WALLET CASH OUT                                                                                                                                                                               | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| MWP  | MOBILE WALLET PAYMENTS                                                                                                                                                                               | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| PRP  | PROFIT RATE SWAP PAYMENTS                                                                                                                                                                            | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| PRW  | PROFIT RATE UNWIND PAYMENTS                                                                                                                                                                          | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| IRP  | INTEREST RATE SWAP PAYMENTS                                                                                                                                                                          | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| IRW  | INTERST RATE UNWIND PAYMENTS                                                                                                                                                                         | YES | YES |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| CEA  | Equity for the establishment of new company from residents abroad equity of merger or acquisition of companies abroad from residents and participation to capital increase of related company abroad | NO  | YES | Share relationship above 10%. The enterprise's capital as shown in the lawfully balance sheet computed as capital paid-up in full (less own shares held by the enterprise) plus all types of reserves (including premiums on capital stock and investment subsidies) plus net value of undistributed profits or losses. Establishment of branch or company abroad from a direct investor resident or disinvestment. Acquisition of an existing entity with percentage 10% of its capital or above abroad from a resident direct investor or liquidation of a |



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| Code       | Brief Description                                                    | DOM       | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
|------------|----------------------------------------------------------------------|-----------|------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                                                                      |           |            | <i>previous investment. Purchase or sale of additional shares on a direct investment enterprise nonresident or liquidation of a previous investment. Reverse participation of a nonresident direct investment enterprise (participation above 10% from a resident company) to the share capital of the resident direct investor with percentage below 10% or its liquidation. In case the percentage is above 10% then this should be treated as direct investor to the direct investment enterprise. Direct investment enterprise is any enterprise which is resident or nonresident, in whose capital a nonresident or resident investor has a holding of 10% of more (direct ownership of the share capital or shares with voting rights). Independent enterprises (without capital investment holdings of 10% or more) with the same parent company (whether directly or indirectly) which enter into financial transactions with each other. Participation to the share capital of these independent enterprises that have the same parent (intra-group) with participation below 10% or its liquidation. In case the percentage is above 10% then this should be treated as direct investor to the direct investment enterprise.</i> |
| <b>PPA</b> | <b>Purchase of real estate abroad from residents</b>                 | <b>NO</b> | <b>YES</b> | <i>The fair value of real estate purchased by residents abroad or its liquidation.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| <b>DIF</b> | <b>Debt instruments intragroup loans securities deposits foreign</b> | <b>NO</b> | <b>YES</b> | <i>Loans, bonds and credit that a direct investor resident gives to its direct investment enterprise abroad or their repayments. Loans, bonds and credit that a nonresident direct investment enterprise is giving to a resident direct investor or their repayments. Loans and advances that individual enterprises that have the same parent company (intra-group) give to each other or their repayments. From all the categories below loans and credit from resident financial institutions to their branches abroad are excluded as they are</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |





**UAE Funds Transfer System (UAEFTS)**  
**Explanatory Notes on Transaction Codes for BOP**

Document Code: UAEFTS-AUX700

| Code       | Brief Description                                                                             | DOM       | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
|------------|-----------------------------------------------------------------------------------------------|-----------|------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                                                                                               |           |            | <i>considered usual banking practice and are classified under Loans.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>FSA</b> | <b>Equity other than investment fund shares in t related companies abroad</b>                 | <b>NO</b> | <b>YES</b> | <i>Portfolio investment is valued at market prices. Include purchases or sales of investments in the form of foreign bonds and corporate equities. Transactions in tradable securities issued by nonresidents. Purchases or shares in equity from residents to shares of nonresidents companies with participation less than 10%. Equity securities consist of listed shares and unlisted shares. Listed shares are equity securities listed on a recognised stock exchange or any other form of secondary market. Unlisted shares are equity securities not listed on an exchange.</i>                                                                                                                                                                     |
| <b>FIA</b> | <b>Investment fund shares foreign</b>                                                         | <b>NO</b> | <b>YES</b> | <i>Collective investment undertakings through which investors pool funds for investment in financial or nonfinancial assets such as mutual funds and unit trusts. Investment fund shares are issued by investment funds. Investment fund shares have a specialized role in financial intermediation as a kind of collective investment in other assets, so they are identified separately from other equity shares.</i>                                                                                                                                                                                                                                                                                                                                     |
| <b>DSA</b> | <b>Purchases and sales of foreign debt securities less than a year in t related companies</b> | <b>NO</b> | <b>YES</b> | <i>Debt securities are negotiable instruments serving as evidence of a debt. They include bills, bonds, notes, negotiable certificates of deposit, commercial paper, debentures, asset-backed securities, money market instruments, and similar instruments normally traded in the financial markets. Negotiable deposit certificates, preference shares, with a guaranteed return without any voting rights. Short-term debt securities are payable on demand or issued with an initial maturity of 1 year or less. These instruments are usually traded in organized markets. Investment, purchases or sales in securities with maturity less than a year issued by nonresidents for example treasury bills, commercial papers, bankers' acceptances.</i> |
| <b>DLA</b> | <b>Purchases and sales of foreign debt securities</b>                                         | <b>NO</b> | <b>YES</b> | <i>Long-term debt securities are issued with an initial maturity of more</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |



UAE Funds Transfer System (UAEFTS)  
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Document Code: UAEFTS-AUX700

| Code | Brief Description                                                            | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
|------|------------------------------------------------------------------------------|-----|-----|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|      | more than a year in t related companies                                      |     |     | <i>than 1 year or with no stated maturity. They generally give the holder the unconditional right to a fixed monetary income or contractually-determined income (payment of interest being independent from the earnings of the debtor) and the unconditional right to a fixed sum in repayment of principal on a specified date or dates. Usually investment, purchases or sales in securities with maturity less than a year issued by nonresidents for example bonds.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| FDA  | Financial derivatives foreign                                                | NO  | YES | <i>A financial derivative contract is a financial instrument that is linked to another specific financial instrument or indicator or commodity and through which specific financial risks can be traded in their own right in financial markets. Financial derivatives are treated separately from the values of any underlying items to which they are linked. The valuation of financial derivatives should be performed on a marked-to-market basis. The recording of transactions in financial derivatives takes place when the creditors and debtors enter the claim or liability in their books. Transactions of residents to financial derivatives of nonresidents according to the gain or loss (margin) that occurs at the settlement of the title and not the underlying instrument. Employee stock options are options to buy the equity of a company offered to employees of the company as a form of remuneration. If a stock option granted to employees can be traded on financial markets without restriction, it is classified as a financial derivative.</i> |
| AFA  | Receipts or payments from personal residents bank account or deposits abroad | NO  | YES | <i>Currency and deposits include currency in circulation and deposits. Deposits are standardized, non-negotiable contracts generally offered by deposit-taking institutions, allowing the placement and the later withdrawal of a variable amount of money by the creditor. Deposits usually involve a guarantee by the debtor to return the</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |



## UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

Document Code: UAEFTS-AUX700

| Code | Brief Description                                                                   | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
|------|-------------------------------------------------------------------------------------|-----|-----|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|      |                                                                                     |     |     | <i>principal amount to the investor. Money granted by the resident money-holding sector to nonresident banks is to be classified as deposits i.e. all transactions involving resident MFIs and nonresident banks are to be classified as deposits. All inward or outward flows by residents from accounts held in their name with banks abroad. Other equity could be participation in the capital of some international organization not in the form of securities.</i>                                                                        |
| SLA  | <b>Loans - Drawings or Repayments on loans extended to n-residents - short term</b> | NO  | YES | <i>Loans are financial assets that are created when a creditor lends funds directly to a debtor and evidenced by documents that are not negotiable for example mortgages. All drawings or repayments on loans extended to nonresidents but excluding trade credits. Money granted by the resident money-holding sector to nonresident non-banks (i.e. institutional units other than banks). Loans given by residents and their repayment when there is no direct investment relationship between companies with duration less than a year.</i> |
| LLA  | <b>Loans - Drawings or Repayments on loans extended to n-residents - long term</b>  | NO  | YES | <i>Loans given by residents and their repayment when there is no direct investment relationship between companies with duration more than a year.</i>                                                                                                                                                                                                                                                                                                                                                                                           |
| LEA  | <b>Leasing abroad</b>                                                               | NO  | YES | <i>Financial leases that is leasing agreement of a nonresident with a resident.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| RFS  | <b>Repos on foreign securities</b>                                                  | NO  | YES | <i>Repurchase agreements on securities issued by nonresidents.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| TCR  | <b>Trade credits and advances receivable</b>                                        | NO  | YES | <i>Trade credit and advances are financial claims arising from the direct extension of credit by the suppliers of goods and services to their customers, and advances for work that is in progress or is yet to be undertaken, in the form of prepayment by customers for goods and services not yet provided. Trade credit and advances arise when payment for goods or services is not made at the same time as the change in ownership of a good or provision of a service.</i>                                                              |



**UAE Funds Transfer System (UAEFTS)**  
**Explanatory Notes on Transaction Codes for BOP**

Document Code: UAEFTS-AUX700

| Code | Brief Description                                                                                                                                                                                              | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
|------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----|-----|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| CEL  | <b>Equity for the establishment of new company in the UAE from n-residents equity of merger or acquisition of companies in the UAE from n-residents participation to capital increase of related companies</b> | NO  | YES | <i>Share relationship above 10%. Capital paid-up in full (less own shares held by the enterprise) plus all types of reserves (including premiums on capital stock and investment subsidies) plus net value of undistributed profits or losses. Establishment of branch or other legal entity in the UAE from direct investor nonresident or disinvestment. Acquisition of an existing entity with percentage 10% of its capital or above in the UAE from a nonresident direct investor or liquidation of a previous investment. Purchase or sale of additional shares on a direct investment enterprise resident in the UAE or liquidation of a previous investment. Reverse participation of a resident direct investment enterprise (participation above 10% from a nonresident company) to the share capital of the nonresident direct investor with percentage below 10% or its liquidation. In case the percentage is above 10% then this should be treated as direct investor to the direct investment enterprise. Independent enterprises (without capital investment holdings of 10% or more) with the same parent company (whether directly or indirectly) which enter into financial transactions with each other. Participation to the share capital of these independent enterprises that have the same parent (intra-group) with participation below 10% or its liquidation. In case the percentage is above 10% then this should be treated as direct investor to the direct investment enterprise</i> |
| PPL  | <b>Purchase of real estate in the UAE from n-residents</b>                                                                                                                                                     | NO  | YES | <i>The fair value of real estate purchased by nonresidents in the UAE or its liquidation.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| DIL  | <b>Debt instruments intragroup loans securities deposits in the UAE</b>                                                                                                                                        | NO  | YES | <i>Loans, bonds and credit that a direct investor nonresident gives to its direct investment enterprise in the UAE or their repayments. Loans, bonds and credit that a resident direct investment enterprise is giving to a nonresident direct investor or their repayments. Loans and</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |



## UAE Funds Transfer System (UAEFTS) Explanatory Notes on Transaction Codes for BOP

Document Code: UAEFTS-AUX700

| Code | Brief Description                                                                                    | DOM | CBP | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
|------|------------------------------------------------------------------------------------------------------|-----|-----|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|      |                                                                                                      |     |     | <i>advances that individual enterprises that have the same parent company (intra-group) give to each other or their repayments. From all the categories below loans and credit from nonresident financial institutions to their branches in the UAE are excluded as they are considered usual banking practice and are classified under Loans.</i>                                                                                                                                                            |
| FSL  | <b>Equity other than investment fund shares in t related companies in the UAE</b>                    | NO  | YES | <i>In general securities issued by residents - purchased by nonresidents valued at market prices. Transactions as repurchase agreements and securities lending are excluded from portfolio investment. Transactions are recorded at the effective price received or paid, less commission and expenses. Purchases or sales of equity of nonresidents to shares of residents when the participation to its capital is less than 10%. Otherwise the transaction should be recorded under direct investment.</i> |
| FIL  | <b>Investment fund shares in the UAE</b>                                                             | NO  | YES | <i>Collective investment undertakings through which investors pool funds for investment in financial or nonfinancial such as mutual funds and unit trusts.</i>                                                                                                                                                                                                                                                                                                                                                |
| DSL  | <b>Purchases and sales of securities issued by residents less than a year in t related companies</b> | NO  | YES | <i>Bonds, notes, etc. that are commercial debt securities issued by a resident direct investor which are in the possession of a nonresident. Also, negotiable deposit certificates, preference shares, with a guaranteed return without any voting rights. Purchases or sales of securities issued by residents and held by nonresidents with maturity more than a year either to primary or secondary market.</i>                                                                                            |
| DLL  | <b>Purchases and sales of securities issued by residents more than a year in t related companies</b> | NO  | YES | <i>Purchases or sales of securities issued by residents and held by nonresidents with maturity less than a year either to primary or secondary market.</i>                                                                                                                                                                                                                                                                                                                                                    |
| FDL  | <b>Financial derivatives in the UAE</b>                                                              | NO  | YES | <i>Transactions of nonresidents to financial derivatives of residents according to the gain or loss (margin) that that occurs at the settlement of the title and not the underlying instrument. Employee</i>                                                                                                                                                                                                                                                                                                  |



UAE Funds Transfer System (UAEFTS)  
**Explanatory Notes on Transaction Codes for BOP**

Document Code: UAEFTS-AUX700

| Code       | Brief Description                                                                         | DOM       | CBP        | Explanatory Notes                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|------------|-------------------------------------------------------------------------------------------|-----------|------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|            |                                                                                           |           |            | <i>stock options are options to buy the equity of a company offered to employees of the company as a form of remuneration. If a stock option granted to employees can be traded on financial markets without restriction, it is classified as a financial derivative.</i>                                                                                                                                                                                                          |
| <b>AFL</b> | <b>Receipts or payments from personal n-resident bank account in the UAE</b>              | <b>NO</b> | <b>YES</b> | <i>Transactions not related with direct or portfolio investment. Accounts current, savings or other, transactions in AED or foreign currency to accounts of foreign financial institutions abroad by resident financial institutions, individuals or companies.</i>                                                                                                                                                                                                                |
| <b>SLL</b> | <b>Loans - Drawings or Repayments on foreign loans extended to residents - short term</b> | <b>NO</b> | <b>YES</b> | <i>Drawing and repayments by residents on loans from nonresidents. Including those guaranteed by the government, but excluding trade credits. Loans taken from nonresidents and their repayment when there is no direct investment relationship between companies with duration less than a year.</i>                                                                                                                                                                              |
| <b>LLL</b> | <b>Loans - Drawings or Repayments on foreign loans extended to residents - long term</b>  | <b>NO</b> | <b>YES</b> | <i>Loans taken from nonresidents and their repayment when there is no direct investment relationship between companies with duration more than a year</i>                                                                                                                                                                                                                                                                                                                          |
| <b>LEL</b> | <b>Leasing in the UAE</b>                                                                 | <b>NO</b> | <b>YES</b> | <i>Leasing agreement of a resident with a nonresident</i>                                                                                                                                                                                                                                                                                                                                                                                                                          |
| <b>RLS</b> | <b>Repos on securities issued by residents</b>                                            | <b>NO</b> | <b>YES</b> | <i>Repurchase agreements on securities issued by residents.</i>                                                                                                                                                                                                                                                                                                                                                                                                                    |
| <b>TCP</b> | <b>Trade credits and advances payable</b>                                                 | <b>NO</b> | <b>YES</b> | <i>Trade credit and advances are financial claims arising from the direct extension of credit by the suppliers of goods and services to their customers, and advances for work that is in progress or is yet to be undertaken, in the form of prepayment by customers for goods and services not yet provided. Trade credit and advances arise when payment for goods or services is not made at the same time as the change in ownership of a good or provision of a service.</i> |