

APPLICATION AND GUARANTEE FOR LETTER OF CREDIT ON FORM No. 3

The Chief Executive Officer,
STATE BANK OF INDIA,
Hong Kong Branch

Dear Sir,

I/We request you to establish with your *Branch/*Correspondent in.....

for my/our account by ^{*air mail}
~~*sea mail~~ a Letter of Credit reading as follows:—
~~*cable~~

STATE BANK OF INDIA,
Hong Kong

To:

IRREVOCABLE LETTER OF CREDIT No.

Dear Sirs,

You are hereby authorised to draw on
..... for a sum not exceeding
..... (say
.....) available by your drafts on them at sight drawn for
..... % of the invoice value and accompanied by:—

evidencing shipment of

..... from to

Partial despatches/shipments permitted/prohibited. Transhipment permitted/prohibited.
Credit Expiry date. This Credit is irrevocably valid in

until

Drafts drawn under this Credit are to be negotiated without recourse to the drawers and are to bear the following clause "Drawn under State Bank of India, Hong Kong, Credit No. dated"

Purchasers are to note the amounts of the drafts separately on the back hereof.

We hereby guarantee to protect the Drawers, Endorsers and *bona fide* holders from any consequences which may arise in the event of the non-acceptance or non-payment of drafts drawn in accordance with the terms of this Credit.

In consideration of your opening a Letter of Credit as above, I/we hereby undertake to accept and pay in due course all drafts drawn within the terms thereof, and/or to take up and pay for all documents negotiated thereunder on presentation, and in default of my/our so doing you may sell the goods before or after arrival and I/we undertake to reimburse you for any shortfall that may occur.

You are to have a lien on all goods, documents and policies and proceeds thereof for any obligations or liabilities present or future incurred by you under or arising out of this Credit.

*I/We approve of the negotiation of drafts drawn under this Credit being confined to your Branches.

The relative shipping documents have to be surrendered to me/us against payment.

The transmission of instructions under the above Credit and the forwarding of documents are entirely at my/our risk. You are not to incur any liability beyond seeing that the drafts and documents purport to comply with the terms and conditions of this Credit.

Place

Yours faithfully,

Date

N.B. All alterations and additions to this Letter of Request are to be initialed by the Applicant.
* Delete as necessary on both application form and credit form.

CONDITIONS

1. Except so far as otherwise expressly stated, this documentary credit is subject to Uniform Customs and Practice for Documentary Credits (1994 Revision), International Chamber of Commerce Publication NO. 500
2. If the documents called for do not include insurance policy/ies or certificate/s we undertake to produce to you within 15 days from the date of this application an insurance policy or certificate acceptable to you and in your name for the C and F value plus at least 10 per cent, failing which you may effect insurance at our expense but you are not obliged to do so.
3. If this credit is to be advised through an agency or correspondent bank in USA, you are authorised to accept at your sole discretion American Institute clauses insurance policies.
4. You are authorised to make any additions to the documents specified under this credit which you may consider necessary to ensure compliance with government regulations but you are not obliged to do so.
5. We certify that the import of the goods described above is not prohibited or restricted and that we hold and undertake to exhibit to you a valid import licence where such licence is required.
6. This documentary credit and the drawing/s thereunder are to be subject to the terms of the Agreement of Pledge given to you.
7. The words "we" and "our" shall be read as "I" or "my" if this application is signed by or on behalf of an individual.
8. You are authorised at your sole discretion and without obligation to do so whenever you consider it advisable, customary or appropriate to waive / delete the following from the instructions contained overleaf (whether completed by me / us or not), namely:

"Draft/s to be drawn on you at sight for full invoice value of goods accompanied by"
9. In the absence of any instructions to the contrary specified in "Other Conditions" overleaf, you are authorised to instruct any bank or branch concerned to despatch and draft/s and / or any documents by one or more mails or other method of conveyance at your sole discretion.

State Bank of India
Hongkong

Our Request for L/C for
Tenor days/sight

With reference to our application cum counter guarantee for the captioned L/C, we confirm that:

- (i) the documents will be retired on receipt by payment/issuing TR's/acceptance.
- (ii) the documents will be presented to your bank for negotiation/collection and the goods will not be exported to C.I.S. countries or other high risk countries without Bank's prior approval and
- (iii) no further financing on the goods will be obtained and at any point of time the goods will be available as security till the outstanding credit facility is liquidated.

STATE BANK OF INDIA, HONG KONG
ANNEXURE TO APPLICATION FOR OPENING OF A LETTER OF CREDIT
(To be filled by the applicant)

1.	Name of the Applicant	
2.	Registered Office	
3.	Constitution	
4.	Customer Account No.	
5.	BRC Number	
6.	Annual Turnover	
7.	Commodities Traded	
8.	Top 5 Items traded in the last 1 year	
9.	Countries from where goods are usually sourced/ imported and approximate turnover in last one year	
10.	Country to which goods are usually exported and approximate turnover in last one year	

II. CURRENT PROPOSAL

A. LC PARTICULARS

i.	Serial No.	
ii.	L/C Validity Till	
iii.	Currency and Amount	
iv.	Beneficiary	
v.	Goods Shipped	
vi.	Shipped from	
vii.	Shipped to	

Signature

Note: The above information is being sought for as part of our efforts to understand your requirements adequately so that our service to you in this area can be improved further. We understand that the above information is confidential.