

## Trade Finance Service and Price Guide (excluding VAT) - Wholesale Banking

Service & price guide with effect from 01.09.2022

### Import Documentary Letters Of Credit Issuance

#### Issuance

Sight or Usance	0.125% per month (or part thereof) on the first AED100,000 (Minimum 0.375% but not less than AED 500) 0.0625% per month (or part thereof) Min 3 Months for balance above AED 100,000 Note: If the amount of the L/C application is not specific, e.g. + 10%, then charge on the maximum available amount, i.e. L/C amount + 10%
Back to Back Letter of Credit	Same as Issuance of L/C except for a minimum of AED 500
Revolving Letter of Credit	0.125% per month (or part thereof) on the undrawn balance (Minimum AED 500)
Standby Letter of Credit	Flat charge 1.5% p.a. (Minimum of 0.375% or AED 500 whichever is higher)
Pre advice by SWIFT	Flat Charge AED 100
Transmitting full L/C by Swift	Flat Charge of AED 300
Despatch of Mail L/C by Courier	Flat Charge of AED 350 for both overseas and delivery in UAE

### Payment Of Documents Under L/C

Usance Drawings	0.125% per month or part thereof from the date of booking of acceptance liability to the maturity date Minimum AED150
Sight Documents	Free of Charge Except for Revolving L/C, where flat charge at 0.125% per negotiation (Minimum AED 100)

### Discrepancy Drawing

Discrepancies in the documents requiring acceptance by the Applicant	Flat Fee US\$ 150 or equivalent to be deducted from the proceeds of the bill
Documents presented under expired Letter of Credit (At the time of presentation of the documents)	Flat charge 0.125% per month (Minimum AED 200) To be charged to the beneficiary and deducted from the proceeds if the applicant refuses to pay
For drawings in excess of the Credit Amount	Flat Charge of 0.125% on the excess amount To be charged to the beneficiary and deducted from the proceeds if the applicant refuses to pay (Minimum AED 100)
Commission in lieu of exchange	0.25% of the amount negotiated to be charged to the applicant (Actual amount Except for RAK customers for whom it is not charged)
Reimbursement fees for SWIFT reimbursement only (For all type of docs i.e. discrepant and clean)	Flat charge of US\$ 75 (To be deducted from the amount remitted to the L/C negotiating Bank NOT to be charged to the L/C applicant unless L/C states that all charges are for A/c Applicant)
SWIFT Charges(for all type of docs i.e. discrepant and clean)	Flat charge US\$ 25 or AED100 per Swift i.e. for MT202, MT799, Discrepancy Swift, holding reply etc.
Issuance of Managers Cheque for agents commission payable	Flat charge AED 25 (To be deducted from proceeds and the net amount paid to agent)
Pre-payment of Own LC	Flat charge of AED 100

### Amendment To L/C

Amendment Commission - Increase in amount	0.125% per month (or part thereof) on the amount of the increase from date of amendment till Expiry Date (Minimum AED 200)
Amendment Commission - Extension of Validity	0.125% per month (or part thereof) on the undrawn balance of the L/C from the date of amendment till Expiry Date (Minimum of AED 200)
Amendment Commission - Increase in Amount and Extension of Validity	0.125% per month (or part thereof) on the amount of the increase from date of amendment till the New Expiry Date PLUS 0.125% per month (or part thereof) on the undrawn balance of the L/C from the date of amendment till Expiry Date (Minimum AED 200)
Amendment Commission - Other amendments	Flat charge of AED 200

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Amendment made by SWIFT	Flat charge of AED 200
Amendments made by mail	Flat charge AED 200 for overseas Flat charge AED 150 for delivery in U.A.E
Cancellation of unexpired L/Cs	Flat Charge of AED 300
<b>Documentary Collections</b>	
<b>Payments</b>	
Sight Documents	Flat Charge 0.125% (Minimum AED 250)
Usance Document	Flat Charge 0.125% (Minimum AED 250)
Commission in lieu of Exchange	0.25% of the bill value and recover from drawee at the time of retiring the document (Actual Amount of Payment Nil for RAK Customers)
Avalised Bill	Flat Charge 0.125% of the bill value should be collected from the drawee (Minimum US\$ 50 or AED 200)
SWIFT Charge	Flat Charge of USD 25 or AED 100 per SWIFT message i.e. for MT202, MT400 and chasers to be deducted from proceeds if charges are on account of drawer
Documents to be delivered Free of Payment	Flat Charge 0.125% (Minimum AED 200)
Dishonored Bills returned to remitting Bank Transferring Documents to other Banks	Flat Charge 0.25% of the bill amount (Minimum of AED 250) Plus accumulated charges for Swifts sent (Minimum US\$ 40) plus courier charges
Maintenance fee for collection documents outstanding 90 days or more beyond due date in case of Usance and 90 days from the date of receipt in case of sight documents	AED 200 per month or part thereof (Subject to a maximum of AED 500)
<b>Financing</b>	
Open Invoice TR Commission	Flat charge of 0.125% (Minimum AED 200) In addition deduct our SWIFT Charges US\$25 per SWIFT and reimbursement charges from the proceeds
TR Handling charges	Nil
PAD/TR Past due	Flat charge of AED 100 plus penal interest as applicable
Shipping Guarantees under L/C or collection	Flat charge of 0.125% of the bill amount (Minimum AED 100)
Shipping Guarantees outstanding beyond one month	Additional charge of 0.125% per month or part thereof (Minimum AED 100)
Customs duty: For effecting payment of customs duty on behalf of our customers under their instructions	Flat Charge AED 25
Part Settlement charges	Flat Charge AED 100
<b>Local Cheque Discounting</b>	
Local Cheques Discounted (LCD)	Flat charge 0.125% (Minimum AED 50 per cheque plus interest as applicable for the tenor period)
Premature settlement / Withdrawal of cheque by depositing cash	Flat charge of AED 100
LCD Past due	Flat charge of AED 100 plus penal interest as applicable
<b>Loan Against Invoices (LAI) (Recurring as applicable)</b>	
LAI Commission	Flat charge 0.125% or Minimum of AED 250 whichever is higher per presentation
LAI Past due	Flat charge of AED 200 plus penal interest as applicable
Part/Pre Settlement charges	Flat Charge AED 100
Tracer charges	AED 100 or US\$ 25 per swift
<b>Short Term Loan Against Invoices (STL)</b>	
STL Commission	Flat charge 0.125% or Minimum of AED 200 whichever is higher per presentation
STL Past due	Flat charge of AED 100 plus penal interest as applicable
Part/Pre Settlement charges	Flat Charge AED 100
<b>Exports</b>	
Preadvise L/C	Flat Charge AED 75 for customers AED 100 for non-customers
Advising Export L/C	Flat Charge AED 150 for customers, Non Customers AED 400
Advising amendment to L/C	Flat Charge AED 150 for customers, Non Customers AED 400

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Transfer of L/C in full	For Customers: Flat Charge 0.125% (Minimum AED 500) For Non-Customers: Flat Charge 0.25% (Minimum AED 750)
Transfer of L/C in part	For Customers Flat charge 0.25% (Minimum AED 500) For Non customers: Flat Charge 0.40% (Minimum AED 750)
Assignment of proceeds	Flat charge %0.125 or Minimum of AED 250
Transfer LC SWIFT Chgs	Flat Charge AED 300
Amendments to Transferred L/C	Flat charge AED 100
Amendment made by SWIFT	Flat charge AED 150

### Export Negotiation

Bill sent on collection and under L/C	Flat charge 0.125% or Minimum of AED 200 whichever is higher
Export LC Document Handling Charges (Doc Checking Charges)	Nil
SWIFT Tracer for unpaid documents	AED 100 or US\$ 25 per swift
Maintenance fee for collection documents outstanding 90 days or more beyond due date for usance documents and 90 days from the date of lodgment for sight cases	AED 200 per month or part thereof (Subject to a maximum of AED 500)
Export Collection document discounting commission	Flat charge 0.125% or Minimum of AED 200 whichever is higher
Amendment of Documents	Flat charge AED 200
Export LC Discounting commission	Flat charge 0.125%
Handling charge for discrepant documents	Flat charge of AED 250
Bill settlement commission	Flat charge of AED 100
Commission in lieu of exchange	0.25% of the amount negotiated to be charged to the applicant (Actual amount received Nil for RAK customers)

### Guarantees

All types of Guarantees, including certification of cheques	<b>Fixed Expiry Guarantees</b> - 1.5 % p.a (Minimum AED 350 or 3 months whichever is higher) <b>Auto Renewable or Open Ended Guarantee</b> - 2 % p.a (Minimum AED 350 or 3 months whichever is higher)
Labour guarantee (e-Guarantees)	A flat charge of AED 25/= per AED 3000 plus AED 3
Amendment Commission - Other amendments	Flat charge AED 200
Guarantee Claims	To handle guarantee claims on behalf of our customer's where they are the beneficiaries of the guarantee (Flat charge of AED 500)
Advising Other Bank's Guarantees	Flat charge of AED 200

### Others (The below mentioned charges applicable in all products)

Courier Charges	Flat charge AED 200 for overseas Flat charge AED 150 for delivery in U.A.E
SWIFT charge	Flat charge US\$ 25 or AED 100 per Swift
International Telephone calls/ Faxes	A flat charge AED 100
Early Settlement of Trade Finance Transactions	Flat charge of AED 50 per transaction
<b>Early Settlement of Loan</b> - Business generated funds - Takeover from other banks/ financial institutions	2% of the outstanding loan amount 5% of the outstanding loan amount
<b>Part Settlement of Loan</b> - Business generated funds - Takeover from other banks/ financial institutions	2% of the loan amount to be settled 5% of the loan amount to be settled

### Important Notes

- All RAKBANK charges are subject to changes with prior written notice to customers at the sole discretion of the Bank.
- In line with the UAE's Value Added Tax (VAT) implementation from 1st January 2018, VAT at the rate of 5% will be levied on RAKBANK's fees and charges specified herein, wherever applicable and as per UAE law.

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