

DRAFT L/C FORMAT

DATE OF ISSUE :  
LC NO. :  
FORM OF LC :  
AMOUNT OF LC :  
EXPIRY DATE :  
LAST SHIPMENT DATE :  
EXPIRY PLACE :  
APPLICANT :  
BENEFICIARY :  
NEGOTIATING BANK :  
MERCHANDISE :

We hereby issue in your favour this documentary credit which is available by negotiation of your drafts at sight drawn on L/C Openers Bank at Chennai on account of M/s.TANGEDCO Limited bearing the number, date of the documentary credit and the name of the issuing bank of this credit for 100% invoice value accompanied by the following documents.

**Document required for negotiation:-**

1. Signed passed commercial invoice by Engineer's concerned in Triplicate for gross value.
2. Evidence for energy billing in Triplicate.
3. Any other document required as per PO conditions.

AUTHORISED SIGNATORY

CONTINUED ON PAGE NO.002 WHICH IS AN INTEGRAL PART OF THIS LC

LC No.

Despatch From :  
Shipment To :

Part Shipment:

Transshipment:

This LC is a revolving LC for total amount of Rs..... (Rs.....  
..... only) with automatic reinstatement for Rs.....  
(Rs..... only) or part thereof up to a total value not exceeding  
Rs..... valid up to

**Special conditions:**

1. All documents must be in English.
2. LC opening Charges, Maintenance Charges, Negotiation Charges and Renewal Charges to be levied by the issuing bank are to the account of Beneficiary.
3. This is revolving letter of credit which will revolve once in a month for a period upto .....The total drawing power under this LC cannot exceed Rs..... for each negotiation. The total value of negotiation with this LC shall not exceed Rs.....
4. The issuing bank unconditionally and irrevocably undertakes that following any payment pursuant to a demand, it shall immediately thereafter reinstate the value of this letter of credit by entire amount paid in order to restore this letter of credit to the original face value once in days. The issuing bank shall notify the beneficiary immediately after any reinstatement of the letter of credit to the face value.
5. The issuing bank undertakes not to amend any of the terms and conditions of this letter of credit without the prior written consent of the beneficiary during the validity of this letter of credit.

**General Conditions:**

Discrepant documents to be sent strictly on collection basis and bill schedule to indicate specific discrepancies noted. In case of discrepant documents we may seek the disposal instruction from the applicant. Should such discrepancies waived by the applicant, we may release the documents and effect settlement after deducting the discrepant document handling charges, notwithstanding any prior communication to the presenter that we are holding the documents at the presenter's disposal unless we have been instructed otherwise by the presenter prior to our release of the documents.

We hereby engage with the drawers and / or bonafide holders that the drafts drawn and negotiated in conformity with the terms of this credit will be duly honoured on presentation and the drafts accepted within the terms of this credit will be duly honoured on maturity.

The amount of each draft must be endorsed on the reverse of this credit by the negotiating bank. This credit is subject to Uniform Customs and Practices for Documentary Credits ICC 600.

**N.B :**

The draft format of LC is furnished. However any variations in the terms and conditions of the draft format of the LC will be mutually discussed and agreed. The LC format will be as per the finally selected L/C openers Bankers Format.