

CANARA BANK (T) LIMITED	
APPLICATION FOR COMMERCIAL LETTER OF CREDIT	
To: Canara Bank (T) Ltd	Date:
40A: I/ We request you to establish an IRREVOCABLE Letter of credit on the following terms and conditions	
Import Declaration Form No:	31D: Expiry Date & Place:
50: Applicant:	Beneficiary:
A/c No:	
32B: Currency & Amount:	39A: Credit Amount Tolerance : ____ %
41A: Available by: Accetance ( )    Payment ( )    Negotiation ( )    Others: _____	
42C Tenor :    Sight ( )    Usance ( )    Specify period _____	
43p: Partial Shipment:    Allowed ( )    Not allowed ( )	
43T: Transshipment    Allowed ( )    Not allowed ( )	
44A: Shipment From:	44B: Shipment To:
44C Latest Date for shipment	
45C: Description of goods / services:	
Terms of Delivery:    FOB ( )    CIF ( )    CFR ( )    Others _____ (specify)	
46. Documents required : (tick only those documents required)	
<input type="checkbox"/> 1. Full set original clean onboard Bill of Lading plus one non negotiable copy made out to the order of Canara bank (T) ltd Po Box 491 Dar es salaam. Tanzania marked Freight Prepaid/ Freight Payable at Destination showing us and the applicant as notify party.	
<input type="checkbox"/> 2. Original for shipper's copy of Airway Bill plus one copy made out to Canara bank (T) Ltd Po Box 491 Dar Es Salaam Tanzania marked Freight Prepaid / Freight Payable at Destination showing us and the applicant as notify party	
<input type="checkbox"/> 3. Original Road Consignment Note Plus one copy made out to Canara bank (T) ltd Po Box 491 Dar es salaam Tanzania marked Freight Prepaid / Freight Payable at Destination.	
<input type="checkbox"/> 4. Signed commercial invoice in _____ originals and _____ copies issued by the beneficiary in the name of the applicant	
<input type="checkbox"/> 5. Signed packing list in _____ originals _____ copies	
<input type="checkbox"/> 6. _____	
<input type="checkbox"/> 7. _____	
<input type="checkbox"/> 8. _____	
47A: Additional Conditions :	
1. _____	
2. _____	
3. _____	
71B: All banking charges outside tanzania are for :    ( ) Applicant                          ( ) Beneficiary	

48: Documents must be presented to the negotiating bank not later than \_\_\_\_\_ days from the date of shipment but in any case within the validity of the credit.

57. Advise through Bank: \_\_\_\_\_ SWIFT CODE : \_\_\_\_\_

49: LC to be Confirmed Yes (  ) No (  )

78: 1. The letter of credit is subject to Uniform Customs & Patice for Docementary Credits (2007 Revision), ICC Publication No. 600 & Uniform Rules for Bank -to- bank Reimbursements, ICC Publication No. 725  
In consideration of you opening this / unconfirmed irrevocable letter of credit with the above terms and conditions , we the undersigned hereby unconditionally agree to the attached terms and conditions.

In consideration of you opening this confirmed/unconfirmed irrevocable letter of credit with the above terms and conditions, we the undersigned hereby unconditionally agree to the attached terms and conditions.

List of Supporting Documents enclosed:  
1. \_\_\_\_\_  
2. \_\_\_\_\_  
3. \_\_\_\_\_  
4. \_\_\_\_\_

Signaute of Authorised Signatory \_\_\_\_\_  
Name of Authorised Signatory \_\_\_\_\_  
Designation \_\_\_\_\_  
Telephone/Mobile No \_\_\_\_\_  
Email Id \_\_\_\_\_  
Company Stamp \_\_\_\_\_

**FOR BANK'S INTERNAL USE**

A.Sanctioned Limited	
B.Actual LC Utilization	
C.Actual OD Utilization (in case of combined limited)	
D.Total Limit Utilization ( B+C)	
Balance Available (A-D)	
Amount of this LC	
Above information input by: Name and Signature	
Above information verified by: Name & signature	

Remarks and approvals, if any, by Credit Department.

Notes : Prior approval to be obtained from Credit Department in case of:

1.Non availability / insufficient limit

2.Expired limit

3.Any deviations from the terms & conditions of the sanction letter.

Liability entries for issuance passed vide CT No \_\_\_\_\_

Name ,Date & Signature

LC issuance Commission of \_\_\_\_\_ debited to customer's A/c vide CT No. \_\_\_\_\_

Name ,Date & Signature

SWIFT charges of \_\_\_\_\_ debited to customer's A/C vide CT No. \_\_\_\_\_

Name ,Date & Signature

Harmless from all loss or damage in respect of any matters and from any and all damage or loss whatsoever suffered by the said Banks by reason of any action taken under the above credit agreement.

Applicant's Signature

Applicants Name

A/c No \_\_\_\_\_ at \_\_\_\_\_ Branch

Note: if any special documents ( over and above what is usually termed as ("Shipping documents") are required such as Health Certificate, Inspection Certificate , Analysis Certificate or Certificate of Origin ect., or any special or unusual kind or class of insurance, such documents should always be specially mentioned and included in the application.

### Terms & conditions (issue of Letter of Credit)

1. In consideration of you opening this letter of credit on my/ our behalf, I/we hereby undertake to pay or agree to accept and pay at maturity all drafts drawn on me/ us thereof or reimburse you on demand for all drafts drawn on and paid by you or your branches or your correspondents in terms thereof together with commissions, charges and interest applicable covering the period between the date of negotiation or payment of the drafts by your branch or correspondents or reimbursement until payment is received by you from us.
2. I/we hereby undertake and agree to pay or reimburse you for all drawings under this letter of credit converted into TZS at your current selling rate of exchange for the foreign currency concerned on the date on which reimbursement or drawing is made by you.
3. In the event of the insurance not being arranged to your satisfaction, you are authorized in your absolute discretion but without your being under any obligation in this matter to affect such insurance at my/ our expense.
4. You and your agents are not to be held responsible for the genuineness or correctness of the bills of lading or other documents or any endorsements thereon or for any mistake or misrepresentations as to the quality weight, marks or value of any merchandise comprised herein or for the shipper's or other charges on any such merchandise and/ or services nor as to the terms, conditions or sufficiency of the insurance policies or certificates.
5. It is understood and agreed that all risks, including exchange risks, arising out of consequent on the issue of this credit are to be borne by me/us alone and that the Bank and / or its agents are not to be held responsible for any errors or delay on the part of post or telegraph or SWIFT companies or authorities in the transmission of any instructions or correspondence regarding the credit.
6. I/we hereby authorize you to hold the documents called for by the terms of this credit and the merchandise and/or services to which they relate and the relative insurances as a security for all liabilities incurred by you and your correspondents or agents in connection with this credit including expenses and charges of whatever nature incurred in relation to the said merchandise or obtaining of possession or disposal thereof (which expenses and charges I/we hereby authorize you to incur and undertake to repay to you) and you may sell the said merchandise and /or services either before or after arrival at your discretion and without notice to me/us. I/we further agree to give you any additional security that you may from time to time require to cover my/our liabilities to you hereunder and in the event of your selling the merchandise to pay on demand the amount of any deficiency.
7. Should you elect before provision by me/ us as aforesaid for drafts accepted under this credit to hand me/us the relative shipping documents for the purpose of clearing and realizing the shipments or shipment or for any other purpose , I/we engage in the

maentime to hold such documents or the relative merchandise or the proceeds thereof on your behalf in trust.

8. I/we hereby authorize you to debit my/our account with all sums which may become due to you in respect of this credit, including your commissions and interest where applicable, and all charges and expenses incurred by you, your branches or your correspondents . My/our liabilities to you are to continue in force and to be applicable to all transactions, entered into hereunder notwithstanding any change in the composition of the firms , parties hereto, or in the beneficiary (ies) hereunder.
9. When two or more parties sign this document , we hereby declare that our liability hereunder is joint and several.
10. To provide you with your margin of security and you are authorized to debit my/our account no \_\_\_\_\_ with your \_\_\_\_\_ branch . i/we enclose a cheque for TZS/ US \$ \_\_\_\_\_ to be accounted for to me/ us when all your claims in respect of the said credit have been satisfied.
11. This agreement is to be of a continuing nature and is available for this credit in its present form and inclusive of any extensions , amendments as may be made at our request.
12. We guarantee due compliance with the terms of the above credit agreement to the bank issuing and/or advising and/or advising and/or confirming and/or negotiating drafts hereunder and to hold the said banks.

