

Specimen of “STAND BY LETTER OF CREDIT”

< MT700 - ISSUE OF A DOCUMENTARY CREDIT >

(FROM:) A BANK ACCEPTABLE FOR CONFIRMATION 700

(TO:) SELLER BANK

27: Sequence of Total

1/1

40A: Form of Stand By Letter of Credit

IRREVOCABLE, TRANSFERABLE, AUTO-REVOLVING, DIVISIBLE, ASSIGNMENT,
CONFIRMED

20: Stand By Letter of Credit Number

...

31C: Date of Issue

...

31D: Date and Place of Expiry

... -> 21 DAYS AFTER LATEST DATE OF SHIPMENT

50: Applicant

(NAME/ADDRESS)

59: Beneficiary

(NAME OF ACCOUNT HOLDER)

ADDRESS

32B: Currency Code, Amount

USD ...,

39A: Percentage Credit Amount Tolerance (+/-)

10/10

41A: Available with ... By ...

(SELLER BANK SWIFT CODE)

BY PAYMENT

SELLER

BUYER

SELLER'S CONTRACT NO.: .../CONTRACT/...

BUYER'S CONTRACT NO. :

43P: Partial Shipments
ALLOWED

43T: Trans shipment
ALLOWED

44A: Loading on Board/Dispatch/Taking in Charge at/from

...

44B: For Transportation to

...

44C: Latest Date of Shipment

...

45A: Description of Goods and/or Services

...

(+ INCOTERMS 2000)

46A: Documents Required
+SIGNED COMMERCIAL INVOICE, 3 FOLD.

+FULL SET CLEAN ON BOARD OCEAN BILL OF LADING MADE OUT TO THE ORDER OF ..., NOTIFY APPLICANT, MARKED 'FREIGHT PREPAID' (OR 'FREIGHT COLLECT' – DEPENDING ON DELIVERY TERMS)

+PACKING/WEIGHT LIST, 5 FOLDS.

+CERTIFICATE OF ORIGIN, 2 ORIGINALS.

(IF PRICE-BASIS IS CIF:)

+INSURANCE POLICY OR CERTIFICATE ISSUED IN NEGOTIABLE FORM IN THE NAME OF APPLICANT, COVERING ALL RISKS AS PER INSTITUTE CARGO CLAUSES (A) FOR AT LEAST 110 PERC. OF CIF INVOICE VALUE

(+OTHERS?)

SELLER

BUYER

SELLER'S CONTRACT NO.: .../CONTRACT/...

BUYER'S CONTRACT NO. :

47A: Additional Conditions

...

71B: Charges

ALL BANK CHARGES OUTSIDE
ISSUING BANK ARE FOR
BENEFICIARIES ACCOUNT.

48: Period for Presentation

WITHIN 21 DAYS AFTER B/L DATE BUT WITHIN L/C-VALIDITY

49: Confirmation Instructions

CONFIRM

53A: REIMBURSEMENT BANK:

(NAME/PLACE OF USD-CORRESPONDENT OF ISSUING BANK)

78: Instructions to Paying Bank

+ON RECEIPT OF CREDIT CONFORM DOCUMENTS AT YOUR COUNTERS YOU ARE
AUTHORIZED TO REIMBURSE YOURSELVES ON ... (USD-CORRESPONDENT OF THE
ISSUING BANK)

SELLER

BUYER