

CEO

Review of Trade Finance Related Service Charges

Revision of Trade Finance related service charges was last approved on 29.08.2023 and is valid for a period of 3 years wef 01.09.2023. During the three-year period, annual review of charges needs to be carried out for need based updations during the intervening period.

Accordingly, Annual review of the TF related service charges has been carried out as on 30.09.2025. No changes from the existing structure are proposed except inclusion of clarification in LC advising Commission. Detailed as per the MOC.

Submitted for Approval, please.

Head (Trade)

Date: 30-Sep-2025



MOC

Existing Description	Proposed Description	Rationale
i) LC Advising Charges Advised Directly to the Beneficiary. a) LC advising b) Amendment Advising	i) LC Advising Charges Advised Directly to the Beneficiary (All Inclusive) a)LC advising b)Amendment Advising	To bring more clarity on LC advising charges to reflect that the charges are of the nature of "all inclusive" for both advising directly to the beneficiary by courier and by swift to the second advising bank.
ii)Advising Through SWIFT to the 2 nd Advising Bank. a) LC advising b) Amendment Advising	ii)Advising Through SWIFT to the 2 nd Advising Bank (All Inclusive) a)LC advising b)Amendment Advising	



Annexure-I**Service Charges-Trade Finance****A. Fund Based Business****I) Interest Rates**

Description	Existing Interest Rate	Proposed Charges
Bill Purchased/ Discounted	As approved by Sanctioning authority on case-to-case basis.	No change.
Buyers Credit/ Reimbursement Authorization		
Bank to Bank Forfeiting		

ii) Commission and Charges

Description	Existing Charges	Proposed Charges
i) LC Advising Charges Advised Directly to the Beneficiary (All Inclusive) c) LC advising d) Amendment Advising	a. USD 40 or RMB 300.00 b. USD 35 or RMB 250.00	No change in amount. Changes in description only s per MOC.
Advising Through SWIFT to the 2 nd Advising Bank (All Inclusive) c) LC advising d) Amendment Advising	a. USD 40 or RMB 300.00 b. USD 35 or RMB 250.00	No change in amount. Changes in description only as per MOC.
The LC advising charges to be waived if the underlying bills are submitted to us for negotiation.		
ii) LC confirmation charges a) Paid by Applicant b) Paid by Beneficiary	a) 0.150% of LC Amount per quarter (Min USD 500) b) 0.125% of LC Amount per quarter (Min USD 100) SWIFT CHARGES: USD 50	No change.
iii) Assignment/ Transfer commission	0.125% of LC Amount (min USD 150) SWIFT CHARGES: USD 50.00	No change.
iv) Negotiation (Discounting) Commission for bills drawn under LC a) If charges borne by	0.125% of bill Amount (Min USD 50) (For both a and b)	No change.



Applicant b) If charges borne by beneficiary		
v)	Forfeiting Commission	0.10% (min USD 100)
vi)	Commission on Import and Export Documents Collection, for both under LC and Non LC	0.125% on the first USD 50,000 plus 0.0625% on the remaining amount (Min USD 50.00)
vii)	Courier Charges	USD 50.00 (USD 70.00 for countries other than India)
viii)	SWIFT Charges	USD 35.00
ix)	Reimbursement Charges	USD 100.00 (Min)
x)	Bank to Bank Forfeiting	Handling Charges-USD 200.00
xi)	Relay of SWIFT message	a) USD 100.00 for other banks b) No charges for SBI branches.

Head Trade is vested with discretionary powers to approve concessions upto 50% and CEO is vested with discretionary powers to approve concessions upto 100% of the applicable card rates based on business concerns and value of connection.

B. Non Fund Based:

LC Issuance:

Description	Existing Charges	Proposed Charges
xii) LC Issuance charges	0.125% per month (min USD 100/-) 50% concession on the charges if 100% cash margin available.	No change.
xiii) Amendment of LC	USD 100 In case there is increase in LC value or tenure, normal charges as above will apply.	No change.
xiv) Cancellation	USD 100.00	No change.
xv) Discrepancy Charges	USD 50.00 per discrepancy	No change.
xvi) Document Handling and retirement of bills under LCs issued	0.125% on the first USD 50,000 plus 0.0625% on the remaining amount (Min USD 50.00)	No change.
xvii) Cable charges	USD 50.00	No change.

BG Issuance

Description	Existing Charges	Proposed Charges
xviii) BG/CG Issuance Charges	As approved by Sanctioning authority on case-to-case basis.	No change.



xix)	Amendment of BG	USD 100 In case there is increase in BG value or tenure, normal charges as above will apply. Min USD 100.00	No change.
xx)	Refund of BG commission for unexpired period on cancellation	Upto 100%- Discretion is vested with CEO.	No change.
xxi)	Invocation Charges	USD 100.00	No change.
xxii)	Cable Charges	USD 50.00	No change.
xxiii)	Stamp Duty	If any additional stamp duty is needed to be paid over and above the normal, in India that will be recovered on actual basis.	No change.

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