



## Application cum Indemnity for Discounting of Export Collection Documents

To, **Commercial Bank of Dubai**  
**Trade Finance Center**  
**Head Office, Dubai - UAE.**  
(herein after referred to as 'the Bank')

Date: \_\_\_\_\_

Dear Sirs,

Enclosed please find documents for (Currency & Amount) \_\_\_\_\_

to be forwarded to (Collecting Bank's name & Address) \_\_\_\_\_

\_\_\_\_\_

which I/We request you to purchase/discount with recourse to me/us at an agreed pricing of \_\_\_\_\_ % pa. Please credit the net amount to My/Our account No. \_\_\_\_\_ with you after deducting your charges/commission/interest.

I/We confirm that documents are being submitted for an underlying trade transaction and goods have been shipped to drawee / beneficiary in conformity with the order placed by them.

In consideration of 'the Bank's' financing against the abovementioned export collection documents, I/We hereby agree:

1. That the credit which is being given to our account by virtue of purchasing/discounting of the documents is a provisional credit at the rate prevailing on the day of purchase/discount, subject to final adjustment to be made according to the exchange rate prevailing on the date of realization/actual receipt of funds. Any difference in the exchange rate would be for our account which you can either credit or debit our account without our prior approval.
2. To indemnify 'the Bank' on demand, against any loss, liability, damage, cost or expense of any kind or nature that 'the Bank' may suffer
  - By purchasing /discounting the above documents on my/our behalf or
  - Due to any assertion of fraud in connection with the underlying transaction; or
  - Due to any assertion of commercial dispute in connection with the underlying transaction; or
  - Due to any restraining order, sanctions, injunction, legal proceedings or any other matter which may prevent, restrict, impair or otherwise affect 'the Bank's' ability to collect or recover payment from the collecting bank
3. To pay interest on the indemnified amount at \_\_\_\_\_ % pa above 'the Bank's' prime lending rate from the date demanded by 'the Bank' until paid by me/us; and
4. That the Bank is authorized to debit my/our account if payment/acceptance is not received within a maximum period of 30 days or if payment is not received on the due date.
5. That 'the Bank' is irrevocably authorized to set off the proceeds received or to claim such amount from me/us, which we undertake to pay immediately being equal to the indemnified amount plus interest, as may be applicable.

Please find attached the required documents:

> Promissory Note

### Agreed and Signed:

Applicant's / Company Name: \_\_\_\_\_

Place & Date: \_\_\_\_\_