



Application cum Indemnity for Tasdeer Pre and Post Financing

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

Date: _____

Dear Sirs,

Enclosed please find **Original LC** No. _____ for (CCY and Amount)

_____ issued by (Bank name & Address) _____

against which, I/We request you for Tasdeer Pre and Post financing of AED _____

at an agreed pricing of _____ % pa with recourse to me/us if the documents are not accepted or not presented. We undertake that documents under the referred LC will be presented through yourselves for presentation to the LC issuing bank. We confirm that the pre shipment finance received from you will be utilized by us for procuring raw materials/goods as stated in the Letter of Credit. Further we irrevocably assign the proceeds in your favour.

Further, upon receipt of Bank Acceptance advice for the full document value of the above mentioned presentation I/We request

you to provide Tasdeer Discount at the agreed pricing of _____ % pa and accordingly release our Tasdeer Post Shipment credit limits.

Please credit the net amount to My/Our account No. _____ with your Bank /

_____ (Bank) after deducting your charges/commission.

Tasdeer financing will be accepted by us as full and final settlement in respect of documents under LC as above and we shall have no further claim/ dues, whatsoever, against 'the Bank' in this regard either now or in future.

In consideration of 'the Bank's' financing of (Currency & Amount) _____ against the abovementioned Letter of Credit in My/Our favour and despite such discounting being stated to be on a without recourse basis, I/We hereby agree:

1. To indemnify 'the Bank' on demand, against any loss, liability, damage, cost or expense of any kind or nature that 'the Bank' may suffer in connection with
 - any assertion of fraud in connection with the Letter of Credit or underlying transaction; or
 - any assertion of commercial dispute in connection with the Letter of Credit or underlying transaction; or
 - 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 Issuing Bank/ applicant of the Letter of Credit.
2. 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
3. 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
- > Original Letter of Credit
- > Copy of Trade Licence (for non Commercial Bank of Dubai customers only)

Agreed and Signed:

Applicant's / Company Name: _____

Place & Date: _____