



## Purchase Order through Documentary Letter of Credit for Wakalah Murabaha LC

Commercial Bank of Dubai - Islamic Banking Department

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

Dear Sir,

With reference to the Promise to Purchase Agreement dated on \_\_\_\_\_ We request you to Purchase the below mentioned goods, as per the attached Purchase Order, by way of an Irrevocable Documentary Letter of Credit in our name and on your home.

### Details of LC

APPLICANT: (Name & Address)

BENEFICIARY: (Name & Address)

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Expiry Date and Place: \_\_\_\_\_

at: \_\_\_\_\_

Amount: \_\_\_\_\_

in words: \_\_\_\_\_

Percentage tolerance in L/C amount and corresponding quantity, if about (+ / - \_\_\_\_\_ %)

Credit available by:

Negotiation of draft at sight

Deferred payment / acceptance of draft at \_\_\_\_\_ days from / after \_\_\_\_\_

For 100% invoice value against presentation of documents detailed herein and beneficiary's draft(s)

Partial Shipment:  Allowed  Not allowed

Shipment from: \_\_\_\_\_

Transshipment:  Allowed  Not allowed

For Transportation to: \_\_\_\_\_

By:  Sea  Air  Truck  Local Delivery

Last Date of Shipment/Delivery / /

### Brief Description of Goods

\_\_\_\_\_

### Transportation Conditions

FOB  CFR  CIF  Ex-Works  Others (specify): \_\_\_\_\_

Shipping Marks (if any): \_\_\_\_\_

### Documents Required

Signed Commercial Invoice(s) in original and \_\_\_\_\_ copies certified to be true and correct mentioning full name and address of the Manufacturer / Processor / Producer.

Certificate of Origin, showing goods are of \_\_\_\_\_ Origin, Issued / Certified by the Chamber of Commerce / China Council for the Promotion of International Trade stipulating full name and address of the Manufacturer / Processor / Producer.

Full set of 'On Board' Bill of Lading issued to the order of **Commercial Bank Of Dubai** - Trade Finance Center / Islamic Unit, notifying us and marked freight:  Prepaid  Payable at Destination

Airway Bill issued by an Airline or its Agent / Courier for the goods shipped made out to the order of **Commercial Bank Of Dubai** - Trade Finance Centre / Islamic Unit, notifying us and marked freight:  Prepaid  Payable at Destination

I/We agree to the Terms and Conditions governing Business accounts and be bound by the Bank's Schedule of Fees and Charges as amended from time to time and as available on the bank's website.

- Truck Consignment Note made out to the order of **Commercial Bank Of Dubai** – Trade Finance Centre / Islamic Unit, notifying us and marked freight:  Prepaid  Payable at Destination
- Insurance Policy or Certificate issued to the order of **Commercial Bank Of Dubai** – Trade Finance Centre / Islamic Unit, Dubai in the currency as that of the credit at 110% CIF invoice value covering all risks Air / Marine / Overland including SRCC and WAR marked claims “Payable in Dubai”.
- Packing List in \_\_\_\_\_ copies.

### Additional Conditions and Documents Required

- Insurance covered by applicant:  
Shipment advice must be sent to applicant / insurance company (name & address): \_\_\_\_\_ by registered post or by fax on fax no. \_\_\_\_\_ Quoting open / individual policy no. \_\_\_\_\_ and stating our L/C no., Vessel Name, B/L No. & Date or AWB No. & Date or TCN No. & Date, Invoice Value, Shipping Marks, etc.
- Invoice and Certificate of Origin must be legalised by U.A.E. Embassy / Consulate
- Debit legalization fees to My / Our account \_\_\_\_\_

### Charges

All charges outside UAE are on account of:  Applicant  Beneficiary

All charges except L/C issuing charges are on account of beneficiary.

LC to be Advised:  Without Confirmation

Adding Confirmation with Confirmation charges to:  Our/My/AC  Beneficiary's A/C

**Advise through bank: (if requested by beneficiary)** \_\_\_\_\_

I/We also understand and agree that this L/C except so far as otherwise expressly stated is subject to the Uniforms Customs and Practice for Documentary Credits (2007 Revision, Publication No. 600 of the International Chamber of Commerce, Paris).

### General Conditions

- I/We declare that this agreement shall not be affected by my death (if the applicant is individual) or my/our liquidation or bankruptcy or dissolution (if the applicant is a corporate entity / firm / partnership) but shall remain in full force and effect and shall continue to be binding and notwithstanding any changes which may from time to time take place by death or otherwise however in the partners or constitution of my / our firm / company and / or bank and that this agreement does not supersede but is in addition to any Letter of Pledge / Hypothecation and / or other documents already signed or which may hereafter be signed by me / us in your favour.
- I/We hereby confirm that moneys in connection with the credit and the relative goods are legitimate and absolve you of any onus should it be found to the contrary.
- We hereby irrevocably undertake to conclude a Murabaha sale with you and purchase the goods listed below at the sale price being the aggregate of the purchase price and the profit.
- Any deposit paid by us to you or any of your agents shall serve as a security deposit (Hamish Jiddiyah) to secure our promise to purchase the goods and, in the event of us breaching our undertaking herein, you shall be authorized to sell the goods and to set off against the deposit your actual losses between the purchase price of the goods and the subsequent net sales proceeds thereof. Any amount left over of the deposit, subsequent to the set off above, shall be paid back to us and, conversely, we shall be liable for any shortfall between the deposit and the bank's actual losses (which does not include opportunity cost) in this regard.

I/We hereby authorize you to debit My/Our account with Hamish Jiddiyah for AED \_\_\_\_\_  
Your commission in addition to the exchange fees, airmail & swift expenses for you or for your correspondents and any other expenses that may occur as a result of opening this L/C now or hereafter which will be added to the Murabaha cost.

Upon your taking possession of the above mentioned goods, I/We undertake to purchase the same on \_\_\_\_\_ % Profit margin on the total acquisition cost payable in \_\_\_\_\_ Monthly / Quarterly / Half Yearly / Yearly or bullet payment. In case of your approval to complete this matter, kindly provide us with a copy of the open letter of credit.

Customer Name: \_\_\_\_\_ Account No.: \_\_\_\_\_

Customer's Signature: \_\_\_\_\_ Date: \_\_\_\_\_

To: Customer

**Commercial Bank of Dubai** - Islamic Banking Department

We hereby agree to the terms of the Purchase Order and appoint you to act as our agent in order to facilitate and complete the purchase transaction on our behalf.

Signature: \_\_\_\_\_

### For Bank use only

Amount in foreign currency: \_\_\_\_\_ Hamish Jiddiyah: \_\_\_\_\_

Limit: \_\_\_\_\_ L/C type: \_\_\_\_\_

Equivalent AED: \_\_\_\_\_ L/C option: \_\_\_\_\_

Sight / Murabaha / Acpt: \_\_\_\_\_

Approved / Declined by: \_\_\_\_\_ Date: \_\_\_\_\_

I/We agree to the Terms and Conditions governing Business accounts and be bound by the Bank's Schedule of Fees and Charges as amended from time to time and as available on the bank's website.