

Letter of Credit

Product's Definition	Letter of Credit is a promise to pay by bank to supplier of goods or services within a given time limit provided terms and conditions are fulfilled
Product's Benefit	<ul style="list-style-type: none"> -Transaction by Letter of Credit allows Bank to assist you that documents you require in Letter of Credit opening are fulfilled by exporter -Strengthening your negotiating position with seller due to existence of payment guarantee provided that the presented documents are in accordance with provisions of Letter of Credit
Product's Risk	If payment of Letter of Credit is made in foreign exchange, you have to take into account exchange rate risk. Insurance coverage is recommended to mitigate incident in goods shipment
Requirements and Procedure for Product Use	<p>Requirements:</p> <ul style="list-style-type: none"> -Customer has already had credit facility (to issue LC) from HSBC -Customer has had HSBC account -Customer has had import account <p>Procedure for Product Use:</p> <ul style="list-style-type: none"> -Information is accessible at HSBC intranet (http://www. hsbc.co.id) - Or please contact Client Service GTRF at 62 21 5291-4567 during business hours
Expenses attached to bank	Please refer to schedule of fees in Business Account Tariff
Type of Product and Service	Import Services
Tenor	In accordance with given credit facility
Procedure for Service and Complaint	In case of any question, please contact: Trade Client Service (021- 5291 4567)