

Assured upfront payment by negotiating LC backed bills

Sale bill discounting of bills is required to finance receivables of the seller. Transactions representing genuine trade transactions are discounted/purchased by the bank for financing the clients.

How it works:

- The seller receives Letter of Credit (LC) from the buyer's bank.
- Post shipment, the seller will present the documents as per LC terms.
- The seller can request Bandhan Bank (negotiating Bank) to negotiate and prepay the bill amount, also known as sale bill discounting (LC backed)
- Subject to internal approvals and sanction/bank line availability, the bank would negotiate the documents post receipt of acceptance from the LC issuing bank.

Advantages:

- Short term finance to facilitate working capital needs
- Financing based on acceptance received from LC issuing Bank

Note:

- The Bank may ask for other information, if required, to process the transaction.
- Please note, requisite charges may apply as per Bank's schedule of charges.
- Please contact any of our branches for further details.

Disclaimer:

Product offering is subject to certain eligibility criteria as per Bank's internal policy and is subject to Bank's discretion.