

Enjoy the convenience of paying the inland collection bills as per instructions for smooth functioning of business.

Rely on our expertise in efficient and prompt handling of both inland inward and outward collection documents with the objective of making or obtaining payment, or delivering documents against payment and/or against acceptance or on any other terms and conditions.

Features:

- Domestic service to help route your documents and realising the payments or ensure making payments as the case is.
- Dedicated processing unit to actively monitor transactions.
- Timely realisation of receivables and timely intimation of payables for your business.

Inland bills under collections (under Letter of Credit)

It refers to a scenario where the beneficiary of a Letter of Credit (LC) present documents through advising/nominated bank to the LC issuing Bank. The documents tendered may be credit compliant or discrepant.

How it works:

- The buyer and seller enter into a business contract. The seller wants a Letter of Credit (LC) to guarantee payment.
- The buyer requests to the Bank i.e., issuing Bank to issue an LC in favour of the seller.
- Issuing Bank checks the credibility of the buyer issues and forwards the LC to the seller's bank (advising bank).
- The seller's bank will authenticate the LC and advise the LC to the seller.
- The seller ships the goods, and prepares documentary requirements (invoices, transport documents, insurance certificate etc.) in line with the terms and conditions of the LC.
- The seller presents required documents to his bank to check and forward the same to the LC issuing bank for payment.
- The seller's bank will forward the documents to the LC issuing bank and claim the funds under the LC as per LC terms.
- The buyer's Bank examines the documents within 5 banking days and if compliant, makes the payment/acceptance of payment on the due date.
- The buyer's account will be debited on payment date as per terms mentioned in the LC (sight/usance).
- The buyer takes the delivery of the goods.

Advantages:

- Expert advisory
- Easy and flexible process of scrutinising of documents in line with UCP
- Faster turn-around time

Inland bills for collections (Documentary Collection)

It refers to the handling by banks of documents in accordance with instructions received with the objective of:

- obtain payment and/or acceptance, or
- deliver documents against payment and/or against acceptance, or
- deliver documents on any other terms and conditions

How it works:

- The seller and buyer agree to conduct business and agree that payment be made on the basis of collection documents.
- The seller ships the goods and tenders the documents to his bank together with a corresponding collection order.
- The seller's Bank forwards the documents along with its collection instructions to the buyer's bank.
- The buyer's Bank notifies the buyer of the arrival of documents, for his payment/acceptance.
- In case of:
 - o Documents against payment (DP): the buyer pays the amount due.
 - o Documents against acceptance (DA): the buyer accepts the draft and gives an undertaking to pay on a later date (maturity date).
- After providing payment or acceptance of payment, the buyer receives the documents using which he takes possession of goods.
- The buyer's bank remits the amount to the seller's bank which further credits the amount to the seller's account.

Advantages:

- Speedy processing and delivery of documents to buyer
- Timely realisation of receivables and timely intimation of payables for your business
- Collection through our wide network of branches
- The buyer promptly receives information on receipt of shipping document

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.