

Import Letter of Credit

Trade with confidence and minimise financial risk

Overview

An Import Letter of Credit is a commitment given by us to pay your supplier on your behalf using a credit facility that you have pre-agreed. Payment is only made if we receive specified documents about the transaction from your supplier.

Benefits

- A secure method of settlement for both parties where the importer can stipulate the exact documentation that the exporter must provide in order to be paid.
- The Letter of Credit replaces buyer risk with the bank (Ulster Bank Ireland DAC) risk, which may provide additional comfort to the seller and support the security of your supply chains.
- The fact that your supplier now has greater certainty of payment means you may be able to negotiate improved payment terms and therefore boost your cashflow.

Options, Fees and Additional Features

- Pricing/Fees – Fees apply, please contact your Relationship Manager for further details
- Transactional Fees – Transactional fees will be payable for amendments, payment, correspondence etc. Postage and SWIFT charges will also be levied.
- Arrangement Fee – An arrangement fee for setting up and managing the facility may apply.
- Security Fee – A security fee may be charged if any security is taken.

Important Information

- Terms and conditions apply. Subject to Credit Approval.
- Available to over 18s only.
- Issuing Import Letter of Credit requires you to be an existing customer and have an approved credit facility in place with Ulster Bank Ireland DAC. Security may be required.
- It's important to remember that with Letters of Credit, banks take actions based on deal documentation, not the underlying goods themselves. This means that, provided documents are in order, we will pay into or debit from your account irrespective of any underlying contractual dispute.

Product Specifications

Payment either at sight or at the end of specified term	The buyer or their bank may pay at sight or accept to pay at the end of a specified term (acceptance)
Validity Period on Letter of Credit	Letters of Credit always have a fixed validity period, a stated expiry date and place of expiry.

For more information and to find out how we can help, log onto [ulsterbank.ie](https://www.ulsterbank.ie)

WARNING: THE COST OF YOUR REPAYMENTS MAY INCREASE