

Revision in Charges levied by Bank for Letter of Guarantee (LG) and Letter of Credit (LC) (Inland) w.e.f 01.04.2025

The Service charges are **excluding** the applicable Goods and Services Tax (GST)

Letter of Guarantee (LG) Inland

Commission: All types of Guarantees (LG will be issued for a minimum period of 3 months and thereafter in multiples of 1 month. If any LG is required to be issued initially for less than 3 months, then **Vertical Head** is authorized to take a decision on a case-to-case basis.)

Financial LG			
Existing		Revised	
Amount of Loan/Limit	Charges	Rating	Charges p.a.
Up to Rs 5 Cr	0.75% per quarter, minimum Rs. 750/-	AAA	2.40%
		AA	2.60%
Above Rs 5 Cr.	AAA - 0.30 % per quarter	A	2.80%
	AA – 0.40% per quarter	Others	3.00%
	A – 0.50% per quarter	<p>LG Charges will be recovered in multiple of months for the actual validity period (i.e., expiry date plus claim period) of LG liability outstanding in Bank's books with a minimum period of three months. For this purpose, broken days in a month will be treated as full month for recovery of charges.</p> <p>e.g., For LG issued with actual validity period of 1 day to 3 months, for AAA Rated Account, the charges to be levied for 3 Months (Minimum Period) such as $2.40 \times 3 / 12 = 0.60\%$.</p> <p>For LG issued with actual validity period of 4 months for an unrated account, the charges to be levied shall be for 4 Months such as $3.00 \times 4 / 12 = 1.00\%$.</p>	
	Others - 0.65% per quarter Min Rs. 650/-		

Performance LG

Existing		Revised	
Amount of Loan/Limit	Charges	Rating	Charges p.a.
Up to Rs 5 Cr	0.55% per quarter minimum Rs.600/-	AAA	2.40%
		AA	2.60%
Above Rs 5 Cr.	AAA - 0.25% per quarter	A	2.80%
	AA - 0.30% per quarter	Others	3.00%
	A - 0.40% per quarter		
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<p>For all LGs issued, SFMS Message charges of Rs. 600/- to be charged per message.</p>			

LG with cash/deposit of our Bank as margin:

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<p>LG limits up to Rs 5 lac with cash/deposit of our Bank as margin</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 25%;">Margin available</th> <th style="width: 75%;">Charges</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">100%</td> <td>75% of Applicable rate with a minimum of Rs.500/- per quarter</td> </tr> </tbody> </table> <p>LG limits above Rs 5 lac with cash/deposit of our Bank as margin</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: center;">Financial LG</th> </tr> <tr> <th style="width: 25%;">Cash Margin/Deposit</th> <th style="width: 75%;">Charges</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">100%</td> <td>0.25% per quarter, with a minimum of Rs.750/-</td> </tr> <tr> <td style="text-align: center;">75%</td> <td>0.35% per quarter, with a minimum of Rs.750/-</td> </tr> <tr> <td style="text-align: center;">50%</td> <td>0.50% per quarter, with a minimum of Rs.750/-</td> </tr> <tr> <td style="text-align: center;"><50%</td> <td>0.75% per quarter, with a minimum of Rs.750/-</td> </tr> </tbody> </table> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: center;">Performance LG</th> </tr> <tr> <th style="width: 25%;">Cash Margin/Deposit</th> <th style="width: 75%;">Charges</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">100%</td> <td>0.20% per quarter, with a minimum of Rs. 500</td> </tr> <tr> <td style="text-align: center;">75%</td> <td>0.30% per quarter, with a minimum of Rs. 750</td> </tr> <tr> <td style="text-align: center;">50%</td> <td>0.45% per quarter, with a minimum of Rs. 500</td> </tr> <tr> <td style="text-align: center;"><50%</td> <td>0.75% per quarter, with a minimum of Rs. 500</td> </tr> </tbody> </table>	Margin available	Charges	100%	75% of Applicable rate with a minimum of Rs.500/- per quarter	Financial LG		Cash Margin/Deposit	Charges	100%	0.25% per quarter, with a minimum of Rs.750/-	75%	0.35% per quarter, with a minimum of Rs.750/-	50%	0.50% per quarter, with a minimum of Rs.750/-	<50%	0.75% per quarter, with a minimum of Rs.750/-	Performance LG		Cash Margin/Deposit	Charges	100%	0.20% per quarter, with a minimum of Rs. 500	75%	0.30% per quarter, with a minimum of Rs. 750	50%	0.45% per quarter, with a minimum of Rs. 500	<50%	0.75% per quarter, with a minimum of Rs. 500	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: center;">Financial LG</th> </tr> <tr> <th style="width: 50%;">Cash Margin/Deposit</th> <th style="width: 50%;">Charges p.a.</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">100%</td> <td style="text-align: center;">1.00%</td> </tr> <tr> <td style="text-align: center;">75%</td> <td style="text-align: center;">1.40%</td> </tr> <tr> <td style="text-align: center;">50%</td> <td style="text-align: center;">2.00%</td> </tr> <tr> <td style="text-align: center;"><50%</td> <td style="text-align: center;">Please refer card rate under Financial LG</td> </tr> </tbody> </table> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th colspan="2" style="text-align: center;">Performance LG</th> </tr> <tr> <th style="width: 50%;">Cash Margin/Deposit</th> <th style="width: 50%;">Charges p.a.</th> </tr> </thead> <tbody> <tr> <td style="text-align: center;">100%</td> <td style="text-align: center;">1.00%</td> </tr> <tr> <td style="text-align: center;">75%</td> <td style="text-align: center;">1.40%</td> </tr> <tr> <td style="text-align: center;">50%</td> <td style="text-align: center;">2.00%</td> </tr> <tr> <td style="text-align: center;"><50%</td> <td style="text-align: center;">Please refer card rate under Performance LG</td> </tr> </tbody> </table> <p>LG Charges will be recovered in multiple of months for the actual validity period (i.e., expiry date plus claim period) of LG liability outstanding in Bank's books with a minimum period of three months. For this purpose, broken days in a month will be treated as full month for recovery of charges.</p> <p>For LG issued with actual validity period of 1 day to 3 months, the charges to be levied for 3 Months (Minimum Period) such as $1.00 \times 3 / 12 = 0.25\%$ where margin kept in the form of Cash/Deposit is 100%.</p> <p>If LG issued with actual validity period of 4 months, the charges to be levied shall be for 4 Months such as $1.40 \times 4 / 12 = 0.466\%$ where margin kept in the form of Cash/Deposit is 75%.</p>	Financial LG		Cash Margin/Deposit	Charges p.a.	100%	1.00%	75%	1.40%	50%	2.00%	<50%	Please refer card rate under Financial LG	Performance LG		Cash Margin/Deposit	Charges p.a.	100%	1.00%	75%	1.40%	50%	2.00%	<50%	Please refer card rate under Performance LG
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Inland Letter of Credit (LC) (Usance Charges and Commitment charges)

Existing					Revised					
Limit up to Rs.5 Crores		Charges			Sight LC					
Sight LC		0.40%			AAA	AA	A	Unrated		
LC up to 3 months DA		0.75%			0.60%	0.80%	1.25%	1.50%		
LC up to 6 months DA		1.10%			Usance LC- Charges p.a.					
LC up to 9 months DA		1.60%								
LC up to 12 months DA		2.10%								
Limit above Rs.5 Crores		Charges								
		Other/ Unrated	A	AA	AAA	Period	AAA	AA	A	Unrated
Sight LC		0.55%	0.40%	0.35%	0.30%	Up to 3 Months	1.05%	1.35%	1.65%	2.00%
LC up to 3 months DA		0.75%	0.55%	0.45%	0.35%	Up to 6 Months	1.25%	1.50%	1.75%	2.10%
LC up to 6 months DA		1.70%	1.40%	1.25%	1.00%	Up to 9 Months	1.30%	1.60%	1.90%	2.20%
LC up to 9 months DA		2.50%	2.25%	1.75%	1.25%	Up to 12 Months	1.75%	2.10%	2.45%	2.80%
LC up to 12 months DA		3.50%	3.00%	2.50%	2.00%					