

ECB 4
[Paragraph 7 B. 8 (i)]

**Application for permission to raise short term foreign currency loan/credit (i.e.
Loans not requiring Government's approval)**

Instructions

1. *The application complete in all respects should be submitted by the applicant to Chief General Manager, Exchange Control Department, Central Office , Reserve Bank of India, Mumbai 400 001 through an authorised dealer through which the import documents are to be received. No column should be left blank or omitted. Where any column/item is not applicable, write "Not Applicable" against it. Do not write "as per letter/document attached" except for, if necessary, against item IV of Part C.*
2. *Before forwarding the application to Reserve Bank, the authorised dealer should ensure that the applicant is its regular customer and is availing of credit facilities with it to its satisfaction. Authorised dealer should carefully scrutinise all the related original documents and ensure that the application is complete in all respects and strictly in order as per the underlying import contract and the Exchange Control regulations.*
3. *For filling up Part A - item III(b), the following names of industry may be used.*
 1. *Agriculture, Fisheries, forest*
 2. *Air Transport*
 3. *Aluminum*
 4. *Automobiles*
 5. *Basic Metal Industries*
 6. *Chemicals & Chemical Products*
 7. *Coal & Lignite*
 8. *Computer Technology*
 9. *Telecommunication*
 10. *Electrical goods & machinery*
 11. *Electronic good*
 12. *Mining*
 13. *Fertilizers*
 14. *Food processing*
 15. *Housing & Urban Development*
 16. *Industrial Development*
 17. *Iron and Steel*
 18. *Oil & Natural Gas*
 19. *Petrochemicals*
 20. *Power Generation*
 21. *Shipping*
 22. *Textiles*
 23. *Manufacturing & Machine Tools*
 24. *Construction & turnkey project*
 25. *Plantations*
 26. *Others (Specify*

- III. a) Nature of business of applicant company/firm in India
- | | | | |
|--|--------------------------|--------------------------|--------------------------|
| | Industry | Trading | PSU/Govt.Deptt. |
| | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
- b) If industry, type of industry

- IV. Details of imports/exports of the:-applicant company/firm during the last three years
- (Amounts in lacs of rupees)
- | | | | |
|--|-------|--------|--------|
| | Year | Import | Export |
| | ----- | ----- | ----- |

- V. Details of previous approvals obtained from RBI for short-term foreign currency loan(s) which are outstanding on the date of this application:

Sr No	Reg. No	Amount sanctioned	Date of drawal/expected date of drawal	Amount drawn	Balance amount yet to be drawn	date of repayment	Amount repaid	Amount to be repaid	Monthly out-standing statement submitted upto (month)
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.

PART B - INFORMATION ABOUT IMPORTS IN QUESTION

- I. Particulars of commodity(ies) to be imported -
- a) Commodity(ies) - Description and value :
- b) Country of shipment :
- c) Type of goods :
- | | | |
|--|--------------------------|--------------------------|
| | Capital | Non-capital |
| | <input type="checkbox"/> | <input type="checkbox"/> |
- d) Proposed import is :
- | | | |
|--|--------------------------|----------------------------|
| | Freely Importable | Under Valid Import Licence |
| | <input type="checkbox"/> | <input type="checkbox"/> |
- f) Value of import as per licence, if any :

- II. **Details of imports made/to be made** :
- A) Whether under LC/on collection : L/C On : **L/C** **On Collection**
collection basis :
- B) Terms of import i.e. FOB/CIF/C&F :
- C) (i) State Payment terms :
(ii) Details of advance payment :
(iii) Whether (ii) is covered under a :
bank guarantee?
- D) (i) Due date of import bill :
(ii) Is it outstanding or has been paid? :
(iii) Extension for the due date is :
sought upto
(iv) Whether supplier/ beneficiary of :
LC has agreed for (iii) above?
(v) What will be the total period of :
credit from the date of shipment to
the proposed due date? Also
indicate rate of interest payable for
each block of period within total
period of credit?
- E) If import has already been made, please
state -
(i) Date of Bill of Entry :
(ii) Value of import stated in above :
Bill of Entry
(iii) Whether Bill of Entry has been :
submitted to AD? If not, why?
- F) If goods remain to be received -
(i) Date of shipment :
(ii) Expected date of arrival of goods :
(iii) Whether goods have been sold on :
high seas or any such sale is
contemplated?

PART C - CREDIT INFORMATION

I. (i) Details of import LC against which credit/loan is sought -

Applicant	Opening bank	LC No. & date	Amount	Payment terms as per LC	Expiry date of LC		Extension sought upto
					For Shipment	For negotiation	
1.	2.	3.	4.	5.	6.	7.	8.

(ii) Whether LC is required to be confirmed? :
If so, please specify in percentage terms the charges payable therefor.

II (i) If the proposed import is on "collection basis", the reasons therefor and the terms :
and conditions of the arrangement

(ii) Also, state as to who will receive the :
import documents

III. Terms and conditions of credit/Loan -

i) Type of credit proposed to be raised : Suppliers credit(SC) Buyers credit(BC) Both SC&BC
[Please put in the : appropriate box]

(ii) Name and address of - :

a) foreign supplier offering credit :

b) foreign lender offering loan :

c) Country of lender :

(iii) Amount and currency of loan/credit :

(iv) Rate of interest :

(v) Other charges if any, payable to :
lenders/AD (Give details and percentage thereof)

vi) All-in-cost (Annualised in percentage terms) :

vii) Period of credit/loan :

viii) Expected Date(s) of drawal of loan/credit

From.....	To.....		
Expected	Currency	Amount	
date(s)			

(a)

(b)

(c)

- ix) Schedule of repayment of credit/loan : Expected Currency Principal Interest
date(s) _____
(a)
(b)
(c)
- x) Security, if any, for the loan :
- xi) Details of penal interest payable, if any, in:
case of defaults in repayment/debt
servicing

IV. Reasons for obtaining credit/loan/ extension of :
LC

PART D - DECLARATIONS

We hereby that -

- (i) the import for which credit/loan is requested for vide this application is strictly in accordance with the current EXIM Policy;
- (ii) the proposed credit/loan is for financing the imports essentially required for our unit/for our type of activity as a trader.
- (iii) the import bill for _____ is outstanding. The credit/ (amount) loan to be raised will be utilised for the purpose for which it is being applied for vide this application;
- (iv) we shall not pay / reimburse / compensate, in any form whatsoever, any charge, interest, etc. other than that approved by Reserve Bank of India, for the above credit/loan;
- (v) the particulars given above are true and correct to the best of our knowledge and belief. No material information has been withheld and/or misrepresented which could affect Reserve Bank's decision on this application.
- (vi) Bills of Entry in respect of all our earlier imports, irrespective of whether they were covered under short term credit/loan or not, have been submitted to our authorised dealer(s) in compliance with the provisions of Exchange Control Manual, 1993 Edition.

(Signature of authorised Official of
the borrower firm/company)

PLACE: _____

DATE : _____

Stamp

Name : _____

Designation : _____

(For use of authorised dealer)

We hereby certify that -

- (i) the applicant is our customer for the last____years and has a good track record with regard to compliance with the Exchange Control regulations. The applicant has been adhering to the discipline prescribed for imports and has been regular in submitting Bills of Entry to us;
- (ii) the proposed import transaction is bonafide one and in accordance with the current EXIM Policy, Exchange Control Regulations contained in Exchange Control Manual, 1993 Edition, the provisions of UCP 500/URC 522 and FEDAI rules and regulations;
- (iii) we have scrutinised all the documents relating to the proposed import and the credit/loan to be raised therefor and have found the same as also the financing arrangement to be in order. The relevant particulars have been correctly reported in this application;
- (iv) the credit facilities extended to the applicant for the proposed import are within the credit limits sanctioned by us to the applicant company/firm and strictly in conformity with the guidelines issued by the Government of India and Reserve Bank of India from time to time;
- (v) the particulars given above are true and correct to the best of our knowledge and belief;
- (vi) we have so far neither allowed any remittance of principal and/or interest in respect of the import in question, to the supplier/lender nor given any consent to the overseas supplier/lender for extension of credit.
- (vii) We hereby undertake that in the event of the loan/credit requested for vide this application being approved by Reserve Bank of India, we shall ensure that the loan amount is released to the suppliers of goods or his banker direct.

We recommend favourable consideration of the request.

(Signature of Authorised Official)

PLACE: _____

Stamp of AD

Name : _____

DATE : _____

Designation : _____

Name of bank/branch _____
