



# ABK FEES & COMMISSIONS LIST 1

14/2/2021

#	Type of Service	Charge
<b>CASH CREDIT FACILITIES</b>		
1	Fees on Assignment of contract proceeds	KD 30 max.
2	Extension fees	Up to 0.25% Upon requesting extension of maturity.
3	Legal fees on notarization of agreement	KD 500 max.
4	Early settlement fee	Up to 0.25%.
5	Major projects of special nature	According to arrangements made with the customers.
6	Restructuring / Rescheduling Fee	0.5% on total facilities
7	Mortgage cancellation Fee	KD 30 per transaction for drafting and notarizing mortgage cancellation letter
8	Fee for Recommendation /Audit Approval Certificate	KD 10 for each recommendation and/or audit approval certificate issued upon the customer's request
9	O/D limit	0.5% annually
10	Exceeding O/D limit	0.5% annually on the excess balance
11	Mortgage shares as collateral for credit facilities granted to customers	According to the actual cost only which is paid to the Kuwait Clearing Company
<b>NON-CASH CREDIT FACILITIES</b>		
<b>First: General Management Fees &amp; Commissions</b>		
1	Postage charges	KD 5 for all trade finance products e.g. issuing, amending LCs/ LGs, advising Export LCs and collection documents
2	Advising L/Cs by Courier or by SWIFT	KD 30 min. for local LCs/guarantees by SWIFT or telex KD 40 for international LCs/ guarantees by SWIFT
3	Local Telex or SWIFT	KD3
4	International Telex/ SWIFT (Fax)	KD 10 or at cost whichever is higher
5	Issue certificates commission	KD 5
6	Issue second original/ advice	KD 2
7	Photocopy document/ certificate/ advise	<6 months KD 1 per page >6 months KD 5 per page 5 years - 10 years KD 10 per page > 10 years KD 20 per page
8	Assignment of proceeds of LCs/ LGs	0.25% flat at KD 50 min. payable by assignor in advance
9	Handling special cases/ inquiries	KD 50 or at cost whichever is higher
10	Boycotted companies inquiry fees	KD 2 per name at KD 5 max.
11	Handling of Refinance Bills	KD 5/- per each Promissory Note.
12	Handling and Updating the records for Inward and Outward Open Ended L/C's/GTEES/Other types of undertaking	KD 100 annual or part of year.
<b>Second: Guarantees</b>		
<b>1 On behalf of foreign banks or first class insurance companies</b>		
1.1	Tender Guarantees/ Performance/ Maintenance/Retention/Advance Payment Gtees	In accordance with the applicable arrangements with the foreign correspondences
1.2	General amendments	For increase of amounts and/or extension, apply rates in accordance with the applicable arrangements with the foreign correspondences plus KD15 handling.
<b>2 On Behalf of Customers</b>		
2.1	Tenders Guarantees	a) 0.0625% per month or part thereof – 3 months min. chargeable period – at fees KD 35 min.
2.2	Performance/ Others Guarantees	a) 0.125% per month or part thereof at KD 35 min. with or without full cash margin
2.3	Maintenance/ Retention/ Advance Payment Guarantees	a) Without full cash margin 0.25% p.m. or part thereof (3% p.a.) at KD 35 min. b) In case of full coverage, apply 0.125% p.m. or part thereof (1.5% p.a.) at KD 35 min.
2.4	Purchase Guarantees and standby credits	a) 1.75% for min. period of first 3 months and 0.25% thereafter per month or part thereof at KD 50 min. (4% p.a.).
2.5	Amendments at customer's request	
	a. Extension of validity	Subject to the above - where applies – at KD 20 min.
	b. Increase amount	Same as above
	c. Extension of validity and increase amount	Apply (a) and (b) above at KD 20 min.
	d. All other amendments	KD 20 flat
	e. Plus handling on each amendment	KD 15
2.6	Car Guarantees	1% per annum or part thereof at KD 50 min.
2.7	Guarantees for insurance companies as per Kuwait insurance laws	2% per annum min. KD 100/-
2.8	Telephone guarantees	2% per annum at KD 25 min. - if not against 100% cash margin then apply KD 10 on issuing and/ or extending - (does not apply on ABK employees.)
2.9	Guarantees favoring embassies – pertaining housemaids	KD 30 provided at 100% cash margin
2.10	Collateral Guarantees when a bank issues its guarantee to another bank requesting to be granted certain credit facilities	a) 1.75% for the min. period of first three months and thereafter at 0.250% per month or part thereof – at KD100 min. (4% p.a.). b) Against 105% cash margin: 0.125% per month min. period or part thereof, minimum 3 months, KD 100/- (1.5% P.A.).
2.11	Shipping guarantees	a) For local customers: KD 35 plus KD 10 per quarter if original B/L is not received within 2 months from date of issuance of shipping Gtee. b) On behalf of correspondent banks: 0.125% per month minimum 3 months or part thereof, min KD 100.
<b>Foreign Guarantees</b>		
2.12	Handling charges on guarantees received from banks (where we have no commitment). Advising on guarantee Amendments	KD 60 flat KD 60 flat KD 60 flat

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2.13	Letter of Intent	As in performance/purchase/tender guarantees as per the context, min. KD 100 flat per quarter or part thereof. Fees applied as per risk type and profile.
2.14	Settlement of Claim	KD. 25/- Flat plus KD 5/- postage.
2.15	Guarantees issued for financing contract outside Kuwait	KD 20 flat plus issuance fees as above
<b>Third: Inward Letters of Credit</b>		
<b>1 Documentary/ Clean/ Standby credits</b>		
1.1	Advising Commission	KD 30 flat
1.2	Confirmation commission	0.125% per month or part thereof – two months min. Min. KD 60, whichever is higher considering political/ economic risks of the originating country.
<b>2 Others</b>		
2.1	Amendment commission	KD 20 min.
2.2	Negotiation commission	0.25% flat at KD 35 min.
2.3	Documents sent on collection basis	0.125% flat at KD 30 min.
2.4	Sight documents sent on approval basis where a confirmed LC has expired	0.25% flat on bill amount at KD 50 min.
2.5	Cancellation of utilized L/Cs	KD 20
2.6	Discrepancy handling fee	KD 20 per presentation
2.7	Reimbursement fee	KD 25 (per claim) in case charges on ABK customer, KD 30 in case on correspondent
2.8	Discount handling Fee	KD 30/- flat per draft
2.9	<b>Acceptance Fee</b>	
	Confirmed L/C	0.125% per month or part thereof. Min. KD 30, whichever is higher based on political/ economic risks of originating country. If confirmation charges for opener's account then flat fee at KD 60 min.
	Unconfirmed L/C	0.125% minimum KD 30/- whichever is higher.
2.10	Extension of maturity dates under confirmed LCs Bills	0.125% per month or part thereof min. KD 30 or higher based on political/ economic risks of originating country. If confirmation charges for opener's account then min. KD 60 plus KD 15 handling fee.
2.11	Indemnity for Export LC's in lieu of presentation of part or full set of shipping documents.	a) KD 100/- per quarter or part thereof, max. two quarters. b) KD 2,500/- per quarter or part thereof, in case the missing documents not presented on the third quarter from date of issuing indemnity certificate.
2.12	<b>Exchange compensation:</b> If export L/C proceeds are in foreign currency transferred out of Kuwait then exchange compensation policy applies.	0.25% commission – at KD 25 min.
2.13	Transit period interest	LIBOR for 3 months (prevailing on date of settlement) plus 2.5% (min. chargeable period 5 days) with min. amount equivalent to USD 100
2.14	Transferable Credits: Beneficiary (of a transferable credit) requests to transfer the credit to another beneficiary/ies (partial/ multiple transfer).	0.25% flat commission on each transfer min: 1) KD 60 for total transfer 2) KD 60 for first transfer and KD 30 for any other transfer. 3) In case confirmed, a flat fee of KD 25 to be added to (1) or (2).
2.15	Handling fees incase ABK is not the nominating Bank.	KD 30/- plus any additional charges if any.
<b>Fourth: Outward Credit</b>		
1	Clean or local or standby credits	0.75% for first three months as min. chargeable period – 0.25% thereafter on every month or part thereof at KD 50 min. (3% p.a.) applicable to all clean or local credits whether with or without full cash margin
<b>2 Documentary credits</b>		
2.1	Establishing credits	0.125% per month or part thereof – min. three months at KD 30 min.
2.2	Increase in amount	0.125% per month or part thereof – min. three months at KD 30 min.
2.3	Extension of validity	0.125% per month or part thereof – for extension period at KD 30 min.
2.4	Increase in value and extension	0.125% per month or part thereof – (min. three months) – same rate as mentioned in (2.2) and (2.3) above – at KD 30 min.
2.5	Other amendments	KD 20 flat (to be waived if increase in amount and/or extension of validity is also requested at the same time, in which case (2.2) or (2.3) or (2.4) shall apply)
2.6	Reimbursement fees	If charges are for opener's account: min. KD 25 and max. KD 45 per drawing or at cost if higher. For local LC: 0.25% payment commission at KD 10 min. If charges for beneficiary's account: KD 20/- min.
2.7	Cancellation of unutilized L/Cs	KD 20 flat if entire LC is unutilized
2.8	Authorization to negotiate expired L/Cs	Authorization to negotiate documents for acceptance/collection under expired LCs 0.25% flat at KD 50 (to be claimed or deducted from proceeds)
2.9	Correspondents charges	To be charged to the opener at cost unless the opener stipulates in the credit that correspondents charges are for account of beneficiary. If the beneficiary refused to pay such charges, they must be covered from the opener.
2.10	Reimbursement authorization	KD 10 including cost of telex/ SWIFT – in case of amendment KD 5
<b>3 Documentary credits</b>		
3.1	Bills settled in foreign currency	a. LIBOR + 2.5% from date of negotiation until settlement date b. Exchange compensation @ 0.25% if foreign currency not purchased through the bank (may be waived at the discretion of the management) at KD 15 min.
3.2	Insurance against fire	0.5 per mille per month or part thereof from the date of arrival of vessel/AirCraft until the date of payment of the bill minimum KD 30/-.
3.3	Discrepancy handling fee	KD 30 or equivalent to be claimed from negotiating bank in addition to the telex charges
3.4	Excess drawing	0.375 % flat minimum KD 50/- if within credit line, if exceeds credit line minimum KD 60/- will be applied

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3.5	Authorization to negotiate restricted L/Cs	KD 50 to be deducted from the proceeds plus other charges if payable to the beneficiary – Telex/SWIFT charges not to be claimed.
3.6	Acceptance	0.125% per month or part thereof from the date of commencement of acceptance until the date of settlement at KD 15 min. if charges for beneficiary's account min. KD 25.
3.7	Parcel handling charges (air freight and post parcel)	KD 0.250% per parcel at KD 5 min and KD 15 max.
3.8	Kuwait Airways charges	KD 5
3.9	Endorsements	KD 15
3.10	Negotiation commission under credit issued by ABK	If for beneficiary's account, apply 0.25% flat at KD 25 min.
3.11	Request to extend maturity dates under acceptance bills.	0.125 % commission per month or part thereof from the date of commencement of acceptance until the date of settlement minimum KD 30/- plus KD 15/- handling fees.
3.12	Insurance coverage.	Cost plus KD 10/- handling and follow up.
3.13	Discounting bills handling	KD 30 flat per draft
3.14	<b>LCs with Unusual Features:</b>	
	LC Transferrable	KD 10 flat
	Forwarders bill of lading	KD 20 flat
	Charter party transport documents	KD 20 flat
	Blank/short form bill of lading	KD 20 flat
	Shipment on deck bill of lading	KD 20 flat
	Opening LC in the name of third party (not the owner of facility) in case beneficiary or goods outside Kuwait	KD 20 flat
<b>Fifth: Collections</b>		
<b>1 Bills for collection received from abroad</b>		
1.1	Documentary	0.125% at KD 20 min.
1.2	Clean	0.125% at KD 20 min.
1.3	Paying bank charges	Minimum KD 20 per remittance
1.4	Parcel handling charges (air freight and post parcel)	0.250 fils per parcel at KD 5 min. and KD 15 max.
1.5	Endorsements	KD 30
1.6	Safe custody	KD 10 for the agreed period increase with the same amount in case of extension.
1.7	Kuwait Airways charges	KD 5
1.8	Bills settled in foreign currency	0.25% if foreign currency is not purchased through the bank at KD 15 min.
1.9	Insurance on goods – insured against fire	0.5 per mille per month or part thereof from the date of arrival of steamer until date of payment of the bill at KD 30/- min.
<b>2 Overdue bills</b>		
2.1	Should a clean sight bill remains unpaid for two months after presentation, or a term bill remains unaccepted for two months after presentation, or remains unpaid for two months after maturity	An extra holding commission at the min. rate of 0.125% p.a. at KD 20 min. p.m. may be claimed from drawee, and if refused by the drawee, to be collected from senders.
2.2	Return of documents/ accepted drafts	Full charges to be claimed from senders. Documents may be returned upon receipt of the charges in advance.
<b>3 Accepted bills guaranteed</b>		
	If the bank guarantees are requested for guaranteeing payment of acceptance of bills on due date	a) For local customers: 0.125% per month or part thereof, min. KD 30 b) In case the GTEE on remitting bank: 0.125% per month or part thereof, minimum period 2 months. min. KD 50.
<b>4 Extension of due date of accepted bills</b>		
4.1	Ordinary collection	0.0625 % per extension flat minimum KD 20/- is payable for each extension.
4.2	Guaranteed collection	0.125 % per month minimum KD 30/- if payable by drawees otherwise if payable by drawers KD 50/- plus KD 15/- handling fees.
<b>5 Bills for collection sent abroad</b>		
5.1	Clean bills (except cheques/ drafts)	Commission 0.125% KD 25 min.
5.2	Documentary bills	Commission 0.125% KD 25 min.
5.3	Cheques/ drafts	KD 2 commission inclusive of postage on cheques value above KD 100 will be subject to KD 7 commission.
<b>Sixth: Standing Orders</b>		
1	Charges collected once upon creating a standing order for big companies	KD 2
<b>Seventh: Other Services</b>		
1	Disk or report for companies	KD 5
2	Charges on manually processed salaries through salary unit (does not include salaries through alternative channels)	KD 2 for each saving/ current account
3	Fine for delay in reporting workers' resignation or termination	KD 2 per month (collected from employer)
4	Charges on reissuance of an ATM card for AT Amel Account – Replacement for lost card	KD 1
5	Commission for keeping share certificates of companies' board members with ABK (as per the instructions of the Minister of Commerce & Industry)	KD 10 per certificate
6	Replying to inquiries about the account of companies under liquidation and receivership	KD 2
7	POS commission	As per arrangement with merchant
8	Online payment gateway commission	As per arrangement with merchant



Signature in blue ink with the name 'SANA AL SAQABI' written below it.

