

ABK FEES & COMMISSIONS LIST 1

26/1/2025

#	Type of Service	Charge
CASH CREDIT FACILITIES		
1	Fees on Assignment of contract proceeds	KD 50/- max
2	Extension fees	Up to 0.25% Upon requesting extension of maturity.
3	Legal fees on notarization of agreement	KD 500/- up to a maximum of KD 2,500/-
4	Early settlement fee	1% charged on the early settlement applicable for corporate loans in case of granting new loan. 3% charged on the early settlement applicable for corporate loans, without granting new loan.
5	Fees on commercial loans granted for Financial, Commercial, Services activities and Mega Projects finance.	According to arrangements made with the customers.
6	Restructuring / Rescheduling Fee	0.5% on total facilities
7	Mortgage cancellation Fee	KD 50 per transaction for drafting and notarizing mortgage cancellation letter
8	Fee for Recommendation /Audit Approval Certificate	KD10 for each recommendation and/or audit approval certificate issued upon the customer's request
9	Commitment Fees (OD)	0.5% annually
10	Extension O/D Limit with temporary credit approval	0.5% annually
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
12	Collateral Replacement Fees	Collateral replacement / change during facility tenor to be up to 0.125% of the replaced collateral value, where minimum is KD 250/- is applicable when customer requests to replace and change the collateral during tenor of the credit facilities.
13	Amendment credit facilities Terms & Conditions	Starting from an amount not less than KD 25/- and not exceeding KD 200/- for each request
NON-CASH CREDIT FACILITIES		
First: General Management Fees & Commissions		
1	Postage charges	KD5 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	KD30 min. for local LCs/guarantees by SWIFT or telex KD40 for international LCs/ guarantees by SWIFT
3	Local Telex or SWIFT	KD3
4	International Telex/ SWIFT (Fax)	KD10 or at cost whichever is higher
5	Issue certificates commission	KD5
6	Issue second original/ advice	KD2
7	Photocopy document/ certificate/ advise	<6 months KD1 per page >6 months KD5 per page 5 years- 10 years KD10 per page > 10 years KD20 per page
8	Assignment of proceeds of LCs/ LGs	0.25% flat at KD50 min. payable by assignor in advance
9	Handling special cases/ inquiries	KD50 or at cost whichever is higher
10	Boycotted companies inquiry fees	KD2 per name at KD5 max.
11	Handling of Refinance Bills	KD5/- per each Promissory Note.
12	Handling and Updating the records for Inward and Outward Open Ended L/C's/ GTEES/Other types of undertaking	KD100 annual or part of year.
Second: Guarantees		
1 On behalf of foreign banks or first class insurance companies		
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.
2 On Behalf of Customers		
2.1	Tenders Guarantees	a) 0.0625% per month or part thereof – 3 months min. chargeable period – at fees KD35 min.
2.2	Performance/ Others Guarantees	a) 0.125% per month or part thereof at KD35 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 KD35 min. b) In case of full coverage, apply 0.125% p.m. or part thereof (1.5% p.a.) at KD35 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 KD50 min. (4% p.a.).
2.5	Amendments at customer's request	
	a. Extension of validity	Subject to the above- where applies – at KD20 min.
	b. Increase amount	Same as above
	c. Extension of validity and increase amount	Apply (a) and (b) above at KD20 min.
	d. All other amendments	KD20 flat
	e. Plus handling on each amendment	KD15
2.6	Car Guarantees	1% per annum or part thereof at KD50 min.
2.7	Guarantees for insurance companies as per Kuwait insurance laws	2% per annum min. KD100/-
2.8	Telephone guarantees	2% per annum at KD25 min.- if not against 100% cash margin then apply KD10 on issuing and/ or extending- (does not apply on ABK employees.)
2.9	Guarantees favoring embassies – pertaining housemaids	KD30 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, KD100/- (1.5% P.A.).

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2.11	Shipping guarantees	a) For local customers: KD35 plus KD10 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 KD100.
Foreign Guarantees		
2.12	Handling charges on guarantees received from banks (where we have no commitment). Advising on guarantee Amendments	KD60 flat KD60 flat KD60 flat
2.13	Letter of Intent	As in performance/purchase/tender guarantees as per the context, min. KD100 flat per quarter or part thereof. Fees applied as per risk type and profile.
2.14	Settlement of Claim	KD. 25/- Flat plus KD5/- postage.
2.15	Guarantees issued for financing contract outside Kuwait	KD20 flat plus issuance fees as above
Third: Inward Letters of Credit		
1 Documentary/ Clean/ Standby credits		
1.1	Advising Commission	KD30 flat
1.2	Confirmation commission	0.125% per month or part thereof – two months min. Min. KD60, whichever is higher considering political/ economic risks of the originating country.
2 Others		
2.1	Amendment commission	KD20 min.
2.2	Negotiation commission	0.25% flat at KD35 min.
2.3	Documents sent on collection basis	0.125% flat at KD30 min.
2.4	Sight documents sent on approval basis where a confirmed LC has expired	0.25% flat on bill amount at KD50 min.
2.5	Cancellation of utilized L/Cs	KD20
2.6	Discrepancy handling fee	KD20 per presentation
2.7	Reimbursement fee	KD25 (per claim) in case charges on ABK customer, KD30 in case on correspondent
2.8	Discount handling Fee	KD30/- flat per draft
2.9	Acceptance Fee	
	Confirmed L/C	0.125% per month or part thereof. Min. KD30, whichever is higher based on political/ economic risks of originating country. If confirmation charges for opener's account then flat fee at KD60 min.
	Unconfirmed L/C	0.125% minimum KD30/- whichever is higher.
2.10	Extension of maturity dates under confirmed LCs Bills	0.125% per month or part thereof min. KD30 or higher based on political/ economic risks of originating country. If confirmation charges for opener's account then min. KD60 plus KD15 handling fee.
2.11	Indemnity for Export LC's in lieu of presentation of part or full set of shipping documents.	a) KD100/- per quarter or part thereof, max. two quarters. b) KD2,500/- per quarter or part thereof, in case the missing documents not presented on the third quarter from date of issuing indemnity certificate.
2.12	Exchange compensation: If export L/C proceeds are in foreign currency transferred out of Kuwait then exchange compensation policy applies.	0.25% commission – at KD25 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) KD60 for total transfer 2) KD60 for first transfer and KD30 for any other transfer. 3) In case confirmed, a flat fee of KD25 to be added to (1) or (2).
2.15	Handling fees in case ABK is not the nominating Bank.	KD30/- plus any additional charges if any.
Fourth: Outward Credit		
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 KD50 min. (3% p.a.) applicable to all clean or local credits whether with or without full cash margin
2 Documentary credits		
2.1	Establishing credits	0.125% per month or part thereof – min. three months at KD30 min.
2.2	Increase in amount	0.125% per month or part thereof – min. three months at KD30 min.
2.3	Extension of validity	0.125% per month or part thereof – for extension period at KD30 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 KD30 min.
2.5	Other amendments	KD20 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. KD25 and max. KD45 per drawing or at cost if higher For local LC: 0.25% payment commission at KD10 min. If charges for beneficiary's account: KD20/- min.
2.7	Cancellation of unutilized L/Cs	KD20 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 KD50 (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	KD10 including cost of telex/ SWIFT – in case of amendment KD5
3 Documentary credits		
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 KD15 min.
3.2	Insurance against fire	0.5 per mille per month or part thereof from the date of arrival of vessel/ Air/Craft until the date of payment of the bill minimum KD30/-
3.3	Discrepancy handling fee	KD30 or equivalent to be claimed from negotiating bank in addition to the telex charges

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3.4	Excess drawing	0.375 % flat minimum KD50/- if within credit line, if exceeds credit line minimum KD60/- will be applied
3.5	Authorization to negotiate restricted L/Cs	KD50 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 KD15 min. if charges for beneficiary's account min. KD25.
3.7	Parcel handling charges (air freight and post parcel)	KD0.250% per parcel at KD5 min and KD15 max.
3.8	Kuwait Airways charges	KD5
3.9	Endorsements	KD15
3.10	Negotiation commission under credit issued by ABK	If for beneficiary's account, apply 0.25% flat at KD25 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 KD30/- plus KD15/- handling fees.
3.12	Insurance coverage.	Cost plus KD10/- handling and follow up.
3.13	Discounting bills handling	KD30 flat per draft
3.14	LCs with Unusual Features:	
	LC Transferrable	KD10 flat
	Forwarders bill of lading	KD20 flat
	Charter party transport documents	KD20 flat
	Blank/short form bill of lading	KD20 flat
	Shipment on deck bill of lading	KD20 flat
	Opening LC in the name of third party (not the owner of facility) in case beneficiary or goods outside Kuwait	KD20 flat
Fifth: Collections		
1 Bills for collection received from abroad		
1.1	Documentary	0.125% at KD20 min.
1.2	Clean	0.125% at KD20 min.
1.3	Paying bank charges	Minimum KD20 per remittance
1.4	Parcel handling charges (air freight and post parcel)	0.250 fils per parcel at KD5 min. and KD15 max.
1.5	Endorsements	KD30
1.6	Safe custody	KD10 for the agreed period increase with the same amount in case of extension.
1.7	Kuwait Airways charges	KD5
1.8	Bills settled in foreign currency	0.25% if foreign currency is not purchased through the bank at KD15 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 KD30/- min.
2 Overdue bills		
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 KD20 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.
3 Accepted bills guaranteed		
	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. KD30 b) In case the GTEE on remitting bank: 0.125% per month or part thereof, minimum period 2 months. min. KD50.
4 Extension of due date of accepted bills		
4.1	Ordinary collection	0.0625 % per extension flat minimum KD20/- is payable for each extension.
4.2	Guaranteed collection	0.125 % per month minimum KD30/- if payable by drawees otherwise if payable by drawers KD50/- plus KD15/- handling fees.
5 Bills for collection sent abroad		
5.1	Clean bills (except cheques/ drafts)	Commission 0.125% KD25 min.
5.2	Documentary bills	Commission 0.125% KD25 min.
5.3	Cheques/ drafts	KD2 commission inclusive of postage on cheques value above KD100 will be subject to KD7 commission.
Sixth: Standing Orders		
1	Charges collected once upon creating a standing order for big companies	KD2
OTHER SERVICES		
1	Disk or report for companies	KD5
2	Charges on manually processed salaries through salary unit (does not include salaries through alternative channels)	KD2 for each saving/ current account
3	Fine for delay in reporting workers' resignation or termination	KD2 per month (collected from employer)
4	Charges on reissuance of an ATM card for Al Amel Account – Replacement for lost card	KD1
5	Commission for keeping share certificates of companies' board members with ABK (as per the instructions of the Minister of Commerce & Industry)	KD10 per certificate
6	Replying to inquiries about the account of companies under liquidation and receivership	KD2
7	POS/ Soft POS commission	As per arrangement with merchant
8	Online payment gateway commission	As per arrangement with merchant
9	Al-Tajer Pay	As per arrangement with merchant
10	Advisory / Consultancy Fees	Advisory solutions and professional support up to 1% on periodic basis as agreed with customer
11	Call Accounts Fees	KD 5/- monthly- Minimum balance charges for Call Accounts
12	Corporate account opening fees	KD 5/-
13	Salary Transfer Fees - Al Amel Account	A monthly fee of KD 1/- per customer, deducted from the employer's account regardless of whether or not a salary is transferred.