

Bank Name

(To be typed on the Bank's Letterhead)

(This text is to understand it as a proposal for)

BANK CAPABILITY LETTER (BCL)

To:
0000

Date: XX Month

Dear Sirs

Reference: Purchase of: name of commodity - Quantity: X,XXX,XXX MT - Price: USD XXX/MT

This is to confirm that our Client _____ (**Company Name**) maintains a Bank Account with us as follows:

1. **Account name:** _____
2. **Legal Name:** _____
3. **Address:** _____
4. **ABA Number:** _____
5. **Swift Number:** _____
6. **Telephone:** _____
7. **Telex:** _____
8. **Fax:** _____
9. **Bank Contact Person (English speaking):** _____

At our Client's instructions, we _____ (**Bank Name**), with full authority and mandate hereby confirm that the said Client is willing and financially able to initiate the process of purchasing **X,XXX,XXX Metric Tonnes of** _____ (**Commodity Name**) as per appropriate contract valued at **XXX,XXX,XXX US Dollars**.

We understand payment to be by irrevocable, non-transferable, confirmed Letter of Credit 100% at sight valid for one year + 3 months up to the total Contract Value covering the value for each monthly shipment and payable against original Bill of Lading and Commercial Invoice.

In providing this letter, we _____ (**Bank Name**) do not assume any financial liability or any contractual relationship with any party involved as a result of the information contained herein. We certify only that our Client _____ (**Company Name**) has sufficient funds and/or has credit line with our Bank to complete the proposed purchase transaction indicated above, should our Client wish to do so.

We confirm on behalf of our Client and with his authority that we will issue a Proof of Funds upon receipt of the signed Contract bearing the above transaction details. Our Client hereby gives authority to the Seller to procure usual Banker's references.

We also confirm that our Confirming Bank for this transaction and bank operation will be:

1. **Name:** _____

2. Address: _____

3. Contact: _____

Signed and sealed

(Authorised Bank Officer's # 1 signature)

(Authorised Bank Officer's # 2 signature)

Bank officer name, title & seal

Bank officer name, title & seal

SAMPLE