

The Industrial Bank of Kuwait Fees and Commissions against banking services



1 - Outward Letters of Credit		
Sr. No.	PRODUCT SERVICE	COMMISSION/CHARGES
(a) Establishing Credits		
	Foreign Credits (Credits Transmitted outside Kuwait)	$\frac{1}{16}\%$ for the first three months minimum period, thereafter $\frac{1}{16}\%$ per month or part thereof - Minimum KD 30/-.
	Foreign Credits (Revolving)	$\frac{1}{16}\%$ for the first three months minimum period, thereafter $\frac{1}{16}\%$ per month or part thereof - Minimum KD 30/-.
	Local Credits (Credits issued to local Clients within Kuwait)	$\frac{1}{16}\%$ for the first three months minimum period, thereafter $\frac{1}{16}\%$ per month or part thereof - Minimum KD 30/-.
	Standby Credits	$\frac{1}{16}\%$ for the first three months minimum period, thereafter $\frac{1}{16}\%$ per month or part thereof - Minimum KD 30/-.
	Local Credits (Revolving)	$\frac{1}{16}\%$ for the first three months minimum period, thereafter $\frac{1}{16}\%$ per month or part thereof - Minimum KD 30/-.
	In case Customer requests to send a draft of the L/C for their review before sending to correspondent bank	KD 10/-.
(b) Amendments		
	Foreign Credits (Credits Transmitted outside Kuwait)	
	Extension of Validity - (ev)	$\frac{1}{16}\%$ per month or part thereof - Minimum KD 20/-.
	Increase in Value (iv)	$\frac{1}{16}\%$ for the first three months minimum period, thereafter $\frac{1}{16}\%$ per month or part thereof - Minimum KD 20/-.
	Increase in Value and Validity	(ev) & (iv) charges will be applicable - Minimum KD 20/-.
	Other Amendments	KD 20/-.
	Local Credits & Standby Credits	
	Extension of Validity (ev)	Standby Credits: $\frac{1}{16}\%$ per month or part thereof - Minimum KD 20/-.
		Local Credits: $\frac{1}{16}\%$ per month or part thereof - Minimum KD 20/-.
	Increase in Value (iv)	Standby Credits: $\frac{1}{16}\%$ for the first three months and thereafter $\frac{1}{16}\%$ per month thereof or part. Minimum KD 30/-.
		Local Credits: $\frac{1}{16}\%$ for the first three months and thereafter $\frac{1}{16}\%$ per month thereof or part. Minimum KD 30/-.
	Increase in Value and Validity	(ev) & (iv) charges will be applicable - Minimum KD 30/-.
	Other Amendments	KD 20/-.
(c) Cancellation of unutilized Credits		
		KD 20/-.
Remarks : No Charges will be refunded where a credit is cancelled or expired totally or partially unutilized.		
(d) Negotiations		
	> Inward bills for collection drawn under foreign Letters of Credit	$\frac{1}{16}\%$ of the Bill Amount - Minimum KD 20/-.
	> Negotiation charges for Local Credits	$\frac{1}{16}\%$ Flat Minimum KD 20/-.
(e) Revolving credits		
		$\frac{1}{16}\%$ commission to be charged on each presentation of documents exceeding face value - Minimum KD 20/-.
(f) Discrepancy Handling fee		
		KD 20/- to be claimed from the negotiating bank in addition to the telex/swift charges.
(g) Excess Drawing		
		Excess Drawing $\frac{1}{16}\%$ flat - Minimum KD 20/- to be charged to the openers account.
(h) Authorization to negotiate or pay expired Credit.		
		Expired credits $\frac{1}{16}\%$ flat - Minimum KD 20/- (to be charged to the openers account if accepted by opener).
(i) Authorization to negotiate documents with irregularities		
		KD 20/- Flat to be recovered from the Negotiating Bank .
(j) Acceptance charges		
		$\frac{1}{16}\%$ per month or part thereof Minimum KD 20/-.
(k) Hand Delivery Charges for Documents inside Kuwait		
		KD 5/-.
(l) Safe keeping charges for documents if not collected by customer within 48 days from the date of receipt of documents at our counter		
		KD 20/- per month.
(m) Correspondents charges		
		All correspondents charges on credit will be charged to the Opener at cost, unless the opener stipulates in the credit that correspondents charges are for the account of the beneficiary. However, should charges be refused by the beneficiary, these will be recovered from the opener.
(n) Past due Charges		
	> Shipment by sea/airfreight	If the bill remains UNPAID more than 15 days from the date of arrival of the carrying vessel/aircraft, past due commission will be charged at $\frac{1}{16}\%$ per month or part thereof from the date of negotiation until settlement - Minimum KD 15/-.
	> Shipment by Truck	If the bill remains UNPAID more than 7 days from the date of receipt of documents at our counter, past due commission will be charged at $\frac{1}{16}\%$ per month or part thereof from the date of negotiation until settlement - Minimum KD 15/-.
	> Goods consigned outside Kuwait	If the bill remains UNPAID more than 7 days from the date of receipt of documents at our counter, past due commission will be charged at $\frac{1}{16}\%$ per month or part thereof from the date of negotiation until settlement - Minimum KD 15/-.
(o) Payment of Bills		
		Sight bills are payable in Kuwaiti Dinars at Bank's selling rate for the Foreign Currency concerned ruling on the date of negotiation abroad or on the maturity date of usance bills if such bills are called for under a credit (L/C section will take the prevailing value date equivalent rate in KD to fund the Transaction and charges the same to the client Account at the time of settlement).
		If the Opener wishes to settle the bill in Foreign Currency, they may do so provided Instructions are received by us prior to negotiation of the documents/maturity of the usance bills $\frac{1}{16}\%$ exchange commission to be charged.
(p) Interest		
	a) Bills settled in KWD	Interest at discount rate Plus Client margin 2.5% (or as revised by CBK) per annum from the date of negotiation till the date of settlement.
	b) Bills settled in Foreign Currency	3 Months LIBOR prevailing on the date of settlement plus margin (prevailing CBK approved margin is 2.5%) per annum for the period from the date of negotiation till the date of settlement.
(q) Endorsement of Delivery Order/Documents prior to receipt of bills from the negotiating bank		
		KD 10/- Flat.
(r) Shipping Guarantees		
		KD 25/- Flat.
(s) Extension of due date of accepted bill		
		$\frac{1}{16}\%$ per month or part thereof for the tenor of the draft or from bill process date to settlement date. Minimum KD 15/-.
(t) Parcel Handling Charges		
		250 fils per parcel Minimum KD 5/- Maximum KD 15/-.
(u) Reimbursing banks charges		
		(If for openers account) Minimum KD 20/- per drawing or cost if higher as per Currency to be charged to openers account at the time of settlement of the bill.
Remarks > No Interest on margin (security Deposit) when an L/C is issued against certain margin, no interest will be paid to the client on such margin.		
(v) Bill Discounted/Purchased		
	Bill Discounting/Purchased under L/Cs	KD 15/- Flat.
	Interest on Bills Discounted/Purchased	Interest at CBK discount rate Plus Client margin (2.5 %) (or as revised by CBK) per annum for the tenor period (As per CBRM Approval).

2 - Inward : a -Bills for Collection		
Sr. No.	PRODUCT SERVICE	COMMISSION/CHARGES
(a) Documentary		
		$\frac{1}{16}\%$ Flat - Minimum KD 20/-.
(b) Clean (Including Cheques)		
		$\frac{1}{16}\%$ Flat- Minimum KD 20/-.
(c) Parcel Handling Charges		
		250 fils per parcel Minimum KD 5/- Maximum KD 15/-.
(d) Overdue Bills		
		Should a clean bill remains unpaid one month after presentation or a term bill remain unaccepted one month after presentation or unpaid one month after maturity, an extra holding commission at $\frac{1}{16}\%$ per month or part thereof minimum KD 15/- may be levied on the drawee and if refused by the drawee will be recovered from the senders.
(e) Acceptances		
	> Extension of a due date of accepted bill	$\frac{1}{16}\%$ per extension minimum KD 15/- in addition to the acceptance commission.
	> holding Commission (safe Custody Fee)	KD 10/- per month or part thereof minimum KD 15/-.
(f) Acceptance Bills avalised (Guaranteed)		
		If the bank Guarantees the payment of an accepted bill, an acceptance charge of minimum $\frac{1}{16}\%$ per month or part thereof will be collected from the date the guarantee is given until due date - minimum KD 20/-.
(g) Endorsement of delivery order/Documents prior to receipt of bills from the negotiating bank		
		KD 10/- Flat.
(h) bills transferred to another bank		
		Bills transferred to another bank in Kuwait based on instruction of the sender. Request from drawees to transfer bills to another bank will not be accepted. Full commission minimum KD 30/- plus postage cost telex/swift/parcel handling/delivery order charges etc. will be claimed by us. The commission will be shared equally with other bank .
(i) shipping guarantees		
		KD 25/- Flat.

2 - Outward: b - Bills for Collection		
Sr. No.	PRODUCT SERVICE	COMMISSION/CHARGES
(a) Documentary - forwarding bills for collection (not under L/C)		
		$\frac{1}{16}\%$ Flat - Minimum KD 20/-.
(b) Clean bills (Except Cheques / Drafts)		
		$\frac{1}{16}\%$ Flat- Minimum KD 20/-.
(c) cheques & drafts		
		$\frac{1}{16}\%$ Flat- Minimum KD 20/-.

3 - Inward Letters of Credit		
Sr. No.	PRODUCT SERVICE	COMMISSION/CHARGES
(a) Advising Commission		
	> Pre-Advising of a Credit	KD 5/- Flat.
	> If credit is advised directly to the beneficiary	KD 25/- Flat.
	> If credit is advised through another bank	KD 25/- Flat (Our Minimum Charges plus Charges claimed by the second advising bank).
	Credits Issued and Advised by IBK	KD 25/- Flat.
(b) Confirmation Commission		
	> Confirming Banks commission	$\frac{1}{16}\%$ for the first three months minimum period thereafter $\frac{1}{16}\%$ per month or part thereof - Minimum KD 20/- (as per Approval "Countries where credit risk is considered high").
	> Advising Banks Commission (if credit is advised through another bank)	KD 30/- (Our Minimum Charges) plus Charges claimed by the second advising bank.
		(If confirmation period is extended beyond first three month - Commission will be charged at $\frac{1}{16}\%$ per month Min. KD 30/-, and if within first 3 months only KD 30/- Flat will be charged).
(c) Assignment of proceeds under Export L/Cs (Payable by Beneficiary)		
		$\frac{1}{16}\%$ Flat Minimum KD 30/-.
(d) Amendment Advising		
	> Amendment is advised directly to the beneficiary	KD 15/- Flat.
	> Amendment is advised through another bank	KD 15/- (Our Minimum Charges plus Charges claimed by the second advising bank).
(e) Negotiation Commission		
	> All KD and FC Currency bills	$\frac{1}{16}\%$ Flat Minimum KD 30/- equivalent.
	> Documents on Collection Basis	$\frac{1}{16}\%$ Minimum KD 30/- equivalent.
	> Documents sent on Approval Basis (where a confirmed credit is expired)	$\frac{1}{16}\%$ Flat Minimum KD 30/- equivalent.
(f) Acceptance Fee		
	> Confirmed Credit	$\frac{1}{16}\%$ per month Minimum KD 25/-.
	> Unconfirmed Credit	KD 25/- Flat.
(g) Discrepancy handling Fee		
		KD 20/- per each presentation with discrepancies.
(h) Reimbursement Fee		
		KD 20/- per claim or at cost if Higher as per Currency.
(i) Cancellation of unutilized credits		
		KD 20/-.
(j) Transferable Credits		
		If the beneficiary of a transferable credit request it to be transferred to another beneficiary or beneficiaries (partial or multiple transfers) a charge on each transfer of $\frac{1}{16}\%$ with a minimum of KD 25/- will be charged. This charge will be levied on the original Beneficiary unless the terms of the credit stipulate that such transfer charges are payable by the bank originating the credit.
Remarks: For countries where credit risk is considered high , banks tariffs to confirm credits may change as per risks approval.		

4 - Letters of Guarantee		
Sr. No.	PRODUCT SERVICE	COMMISSION/CHARGES
(a) Guarantees		
	> Tender Guarantees / Bid Bond Guarantees	$\frac{1}{16}\%$ for the first three months or part thereof minimum period Minimum KD 20/-.
	> Performance / Maintenance / Advance payment / Retention Guarantees	$\frac{1}{16}\%$ per month or part thereof minimum KD 20/-.
	> Purchase Guarantees / Financial Guarantees	$\frac{1}{16}\%$ for the first three months minimum period thereafter $\frac{1}{16}\%$ per month or part thereof Minimum KD 30/-.
	> Car Guarantees	1% per annum minimum KD 25/-.
	> Telephone Guarantees	2% per annum for the first year or part thereof 1% per annum thereafter. Minimum KD 30/-.
(b) Letter of Intent		
		$\frac{1}{4}\%$ (quarter per mille) Minimum KD 50/-.
(c) Amendments		
	> Tender Guarantees / Bid Bond Guarantees	
	> Extension of Validity - (ev)	$\frac{1}{16}\%$ per 3 months or part thereof. Minimum KD 20/-.
	> Increase in Value (iv)	$\frac{1}{16}\%$ per 3 months or part thereof. Minimum KD 20/-.
	> Increase in Value and Validity	$\frac{1}{16}\%$ per 3 months or part thereof. Minimum KD 20/-.
	> Others	KD 20/- (this is applicable to all amendments other than increase in value or extension of validity where the normal tariffs apply).
	> Performance / Maintenance / Advance payment / Retention Guarantees	
	> Extension of Validity - (ev)	$\frac{1}{16}\%$ per month or part thereof. Minimum KD 20/-.
	> Increase in Value (iv)	$\frac{1}{16}\%$ per month or part thereof. Minimum KD 20/-.
	> Increase in Value and Validity	$\frac{1}{16}\%$ per month or part thereof. Minimum KD 20/-.
	> Others	KD 20/- (this is applicable to all amendments other than increase in value or extension of validity where the normal tariffs apply).
Amendments of Purchase Guarantees / Financial Guarantees		
	> Extension of Validity - (ev)	$\frac{1}{16}\%$ for the first three months minimum period thereafter $\frac{1}{16}\%$ per month or part thereof minimum KD 20/-.
	> Increase in Value (iv)	$\frac{1}{16}\%$ for the first three months minimum period thereafter $\frac{1}{16}\%$ per month or part thereof minimum KD 20/-.
	> Increase in Value and Validity	(ev) & (iv) charges will be applicable - Minimum KD 20/-.
	> Others	KD 20/- (this is applicable to all amendments other than increase in value or extension of validity where the normal tariffs apply).
(d) Assignment of Guarantees (when an issuing bank confirms its agreement to assign the guarantee in favor of a third party)		
		$\frac{1}{16}\%$ Flat. Minimum KD 30/- payable by the assignor.
(e) Collateral Guarantees		
		When bank extends credit facilities to its Customer against the security of a guarantee (Collateral received from another bank) KD 30/- Flat.
(f) Settlement of Claims		
		KD 10/- Flat.
Remarks Commission is to be calculated from the effective date.		
Handling Charges : on guarantees received from abroad (where we have no commitment)		
(g) Advising Commission		
		KD 20/-.
(h) Advising Amendment Commission		
		KD 15/-.
(i) Claim on Guarantee		
		$\frac{1}{16}\%$ Flat Minimum KD 20/-.
* IF EXTENSION FALLS WITHIN OLD PERIOD THE COMMISSION WILL BE WAIVED.		

5 - General Tariffs		
Sr. No.	PRODUCT SERVICE	COMMISSION/CHARGES
(a) Operations Charges		
1	Postage	KD 2/-.
2	Courier Charges	KD 20/- or Cost if Higher.
3	Full SWIFT	KD 30/-.
4	Reimbursement Authority	KD 10/-.
5	Swift message (Foreign)	KD 10/-.
6	Swift message (Local)	KD 4/-.
7	AFA Fees	KD 5/-.
8	Pre-Advise (short SWIFT)	KD 10/-.
9	Despatch/delivery of credit to the local bank	KD 2/-.
10	Issuance fee for any Certificate	KD 5/-.
11	Issuance fee for duplicate certificate/advice	500 fils per copy minimum KD 1/- No charges if request received within 3 months.
12	Statement of Outstanding Letters of Credit	KD 1/-.
13	Internal transfer charges from account to account if requested by customer	KD 1/-.
14	Amendment to existing signatures	KD 3/-.
15	Adding new signatory	KD 5/-.
16	Statement of Outstanding Letters of Guarantee	KD 1/-.
17	Duplicate Copy of Advice	KD 2/-.
18	Cancel swift due to customer mistake	KD 3/-.
19	Cheque return for other reasons	KD 10/-.
20	Activation Of Account (Dormant , closed , settled , Reactivate) In Branch	KD 5/-.
(b) Services Charges		
1	Full SWIFT Guarantee	KD 30/-.
2	Release of mortgage	KD 5/-.
3	Assignment of right procedures	KD 5/-.
4	Pledge of shares procedures	KD 3/-.
5	Commitment fees on Industrial Loans	$\frac{1}{2}\%$ on unutilized amounts of Industrial loans granted to clients, from the date of formalizing the loan.
(c) Legal Contracts expenses		
	> Facilities / loans / Murabaha / Ejarah / Estesnaa	
	Less than KD 250,000/-	KD 50/-.
	From KD 250,000/- up to KD 500,000/-	KD 200/-.
	More than KD 500,000/- up to KD 1,000,000/-	KD 300/-.
	More than KD 1,000,000/-	KD 500/-.
(d) > Restructuring/ Rescheduling		
	> Facilities / loans / Murabaha / Ejarah / Estesnaa	
	Less than KD 250,000/-	KD 25/-.
	From KD 250,000/- to KD 500,000/-	KD 100/-.
	More than KD 500,000/- to KD 1,000,000/-	KD 150/-.
	More than KD 1,000,000/-	KD 250/-.
(e) Current Account		
1	Cheque book Issuance :	
	Book of 10 cheques	KD 2/-.
	Book of 25 cheques	KD 5/-.
	Book of 50 cheques	KD 7/-.
2	Cash payment for cheque of KD 10,000/- and above (with exemption of elderly "60 years and above" and special needs clients).	KD 2%.
3	Stop payment of a cheque	KD 5/-.
4	Returned Cheque	KD 20/- (In case of Refer to Drawer).
5	Foreign Currency cheques for collection	KD 10/-.
6	Certifying Cheques	KD 5/-.
7	Issuance of Certificates	KD 5/-.
8	Additional copies of statements/Documents	500 Fils per page Minimum KD 1/-.
9	Demand Drafts	KD 5/- & Staff 500 fils.
10	Standing Instructions	KD 5/- (Upon application only).
11	Cancellation of Cheque	KD 1/-.
12	External Transfers	
	> by SWIFT	KD 10/- (Inclusive) / Staff - KD 5/- (Inclusive).
13	Cancellation or Stop Payment	KD 10/- (Inclusive) / Staff - KD 5/- (Inclusive).
14	Microfiche statement	KD 1/- (per page).
15	Salary Transfers (Local Banks)	KD 4/- (per Bank).
16	Signature Verification	KD 3/-.
17	Safe Box charges	KD 50/- (Per Year).
(f) Commercial Banking Relationship Management		
1	Prepayments of Loans / APN's	KD 10/- Per transaction plus, at bank's discretion, actual funding breakage cost as advised by treasury.
(g) Fees and Commissions on other Services		
1	Civil ID Non-renewal fees	KD 1/-.