Bank Draft Monetization Application

Banks Instruments Limited | Hong Kong | Draft Template - Not for Execution

Regulatory capacity: any regulated activity described in this template must be performed only under the verified licence or exemption [INSERT], or by the named licensed third-party provider [INSERT]. Any security amount is contractual transaction security under definitive documents and is not a bank deposit or customer deposit with Banks Instruments Limited.

Purpose

This application requests evaluation of a bank draft for possible advance, discounting or collection finance. Financing depends on authentication, lawful title, endorsement, collectability, drawer credit and the financing party's underwriting.

Draft information

- Applicant and lawful holder: [INSERT]
- Drawer bank and branch: [INSERT]
- Draft number and issue date: [INSERT]
- Currency and amount: [INSERT]
- Payee and endorsement status: [INSERT]
- Place of payment and expiry if any: [INSERT]
- Original document location and custodian: [INSERT]
- Proposed MT110 or verification method: [INSERT]
- Collection bank: [INSERT]
- Prior presentation, liens or claims: [INSERT]

Financing request

- Requested advance: [INSERT]
- Recourse or non recourse request: [INSERT]
- Use of proceeds: [INSERT]
- Proposed reserves, tenor and repayment: [INSERT]
- Target closing date: [INSERT]

Required evidence

Provide KYC and KYB, the original draft or approved custody evidence, proof of lawful acquisition, all endorsements, authority to verify, drawer bank contacts, collection instructions, corporate approval, proposed use of proceeds and all broker and commission details.

Process

Banks Instruments reviews the package and coordinates authentication with the drawer or collection bank through an approved channel. A financing party may require possession or control of the original, a collection mandate, legal opinions, recourse, reserves and guarantees. Net proceeds are released only under executed closing documents after the stated conditions are met.

Risks and acknowledgement

The applicant understands forgery, alteration, stop payment, duplicate presentation, missing endorsement, expiration, dishonor, bank failure, sanctions, collection delay and recourse risks. A scan, advice or message copy is not conclusive evidence of collectability. Banks Instruments does not guarantee financing or payment.

Applicant: [NAME TITLE SIGNATURE DATE]

Banks Instruments Limited: [NAME TITLE SIGNATURE DATE]