

جنة الامارات

دبي  
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**FINAIRO**

**EXPORT UNDERTAKING**

**For TRADE FINANCE**

مذكرة العلاقات التجارية

Ghislain

Ali Jiwani  
Widde

**EXPORT UNDERTAKING - Gap Analysis****JM****Document Information**

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2	2.0	05-07-2022	Arkadeep Bhattacharjee	Rajesh Yadav	-Activity description details added. -Details added in Gap.
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6	6.0	12-06-2024	Arkadeep Bhattacharjee	Bank Personals	Changes done in payment process, Margin Confiscation



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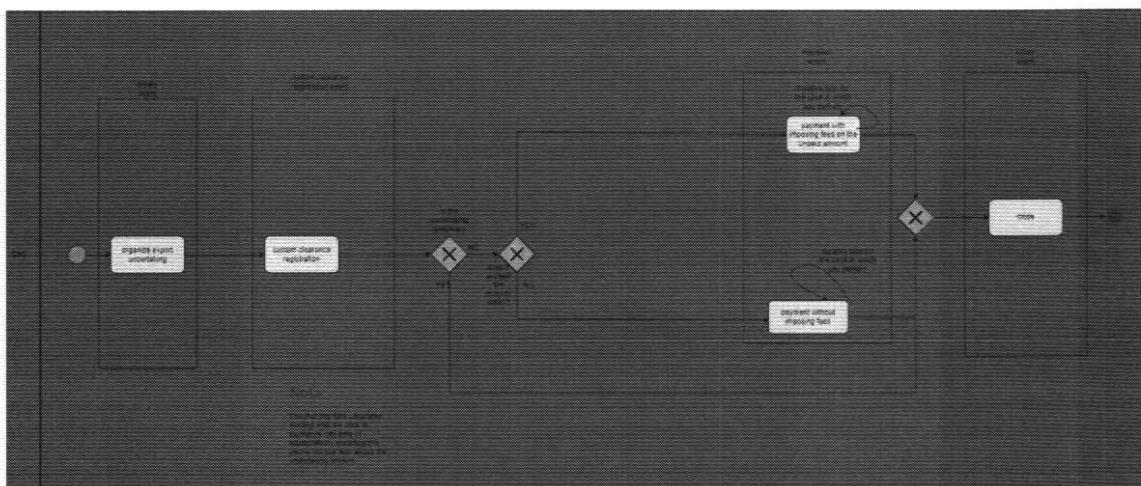
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### 1.A. Export Undertaking Module

#### 1. A1. Basic Workflow of Export Undertaking:



1. Both the exporter and importer agree to a documentary collection for payment in the sales agreement.
2. The information of the clean payment is received (in foreign currency) from the exchange company and the bank will send an informative letter to central bank the amount in foreign currency and exchange rate.
3. Central Bank will send the amount in Local Currency to Commercial Bank.

#### 1. A2. Finairo Working & Validations

- a) **Export Undertaking Accounting Parameter** to be defined by admin. Here all the detailed accounts are to be provided, as per defined account the accounting process will happen.

## EXPORT UNDERTAKING - Gap Analysis

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Menu Configuration Export Bills Export Accounting Head

Export Accounting Head (Update)

Branch Code 101 - Andheri	Product SE0-EXPORT BILLS ADV	Scheme 01-EXPORT BILLS ADV	Bill Type EXADV-EXPORT ADV
<b>Details</b>			
* Purchase A/C ID 01011703000000346	Purchase A/C Name PURCHASE A/C ID	* Discount A/C ID 01011703000000347	Discount A/C Name DISCOUNT A/C
* Negotiation A/C ID 01011703000000348	Negotiation A/C Name NEGOTIATION A/C	* Rupee Advance A/C ID 01011703000000349	Rupee Advance A/C Name RUPPEE ADVANCE
* Customer Liability A/C ID 01011703000000350	Customer Liability A/C Name CUSTOMER LIABILITY A/C	* Bank Liability A/C ID 01011703000000351	Bank Liability A/C Name BANK LIABILITY A/C
* Crystallization A/C ID 01011703000000352	Crystallization A/C Name CRYSTALIZATION A/C	* Interest Received A/C ID 01011703000000353	Interest Received A/C Name INTEREST RECEIVED A/C

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* Exch Diff On Cryst A/C ID 01011703000000354	Exch Diff On Cryst A/C Name EXCH DIFF ON CRYST A/C	* Charges Received A/C ID 01011703000000355	Charges Received A/C Name CHARGES RECEIVED A/C
* OverDue Rupee Advance A/C ID 01011703000000356	OverDue Rupee Advance A/C Name OVERDUE BILLS A/C	* OverDue Bills A/C ID 01011703000000356	OverDue Bills A/C Name OVERDUE BILLS A/C
* Mandatory Margin A/C ID 01011703000000357	Mandatory Margin A/C Name MANDATORY MARGIN A/C	* EEFC Commission A/C ID 01011703000000358	EEFC Commission A/C Name EEFC COMMISSION A/C
* Excess Realisation PL A/C ID 01011703000000359	Excess Realisation PL A/C Name EXCESS REALISATION PL A/C	* Excess Margin A/C ID 01011703000000360	Excess Margin A/C Name EXCESS MARGIN A/C
Service Charge Account	Service Charge Account Name	* Excess LC Charges A/C ID 01011703000000361	Excess LC Charges A/C Name EXCESS LC CHARGES A/C

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<b>Other Details</b>			
* Commission Charge At 1-FRONT-END	* Exchange Benefit To Customer Y-YES	* ShortFall Diff To Branch N-NO	* Int On Part Real Y-YES
* Contra At Crystallization Y-YES	* Expense On Crystallization Y-YES	* Accounting Type 2-Netting	* Interest Days From 1-BOOKING DATE
* Interest Tables From 1-BOOKING DATE	* Effect Int Table Change Y-YES	* Overtus Passing Rate At Cryst 1-PURCHASE RATE	* Overdue Interest Rate 1-SINGLE
* Add Margin Amount For Int Cal Y-YES	* Days For Crystallization 15	* Service Percentage 14.00	

[Back to List](#) Reset Save

**1.A3. Accounting Entries (If any)**

**1) Issuing Posting:**

DR: customer liability account (for the undertaking amount).

CR: bank liability account (for the undertaking amount).

DR: customer current account (for the margin amount in local currency).

CR: margin account (for the margin amount, in local currency).

DR: customer current account (for commission amount).

CR: commission account (for commission amount).

If charges:

DR: customer current account (for each charge).

CR: charge account.

**2) Cancel Posting:**

DR: Bank liability account (for the undertaking amount).

CR: Customer liability account (for the undertaking amount).

DR: margin account (for the margin amount).

CR: customer current account (for the margin amount).

If charges:

DR: customer current account.

CR: charge account.

**3) Closed:**

DR: Bank liability account (for the remaining undertaking amount).

CR: Customer liability account (for the remaining undertaking amount).

DR: margin account (for the remaining margin amount).

CR: customer current account (for the remaining margin amount).

If charges:

DR: customer current account.

CR: charge account.

**4) Payment Posting:**

DR: Bank liability account (prorated with the paid amount).

CR: Customer liability account (prorated with the paid amount).

DR: margin account (prorated with the paid amount)/for the case of payment with delay, the fees amount will be discounted from the margin and then revert the remaining margin/.

CR: customer current account (prorated with the paid amount).

DR: customer current account (for commission amount).

CR: commission account (for commission amount).

If charges:

DR: customer current account.

CR: charge account.

**1. A4. Validations**

**1) Validate the organizing of export undertaking with the blacklist:**

When the user wants to create an export undertaking for customer, this customer should be validated with the blacklist.

**2) Charges:**

These all charges that can be taken in export undertaking:

1. Stamp: 10000 SYP (flat).
2. Tax: (5%) \* stamp, in SYP.
3. Military: 300 SYP (flat).
4. Rebuild commission: (10%) \* (stamp + Military), in SYP.
5. Martyr stamp: 200 SYP (flat).

In all stages charges/commission to be collected as per defined in the charges master for export undertaking.

**3) Issuance Validations:**

- 1- Repayment Percentage (optional for the temporary type and mandatory for the final type).
- 2- Repayment amount (will calculated according to the filled repayment percentage).
- 3- Margin Percent & Amount & Currency (optional for all type of undertaking types).
- 4- Commission (percentage from the undertaking amount and should be configurable, currently: 0.004\*undertaking amount).

**4) Custom clearance Registration:**

Maturity Date (this date will be starting from Exporting date).

**5) Payment event.**

- 1- Margin Percent & Amount & Currency (optional for all type of undertaking).
- 2- Commission (percentage from the undertaking amount and should be configurable, currently: 0.001\*undertaking amount).
- 3- Fees details /delay days, fee amount, fee currency/ (fee amount is percentage from the payment amount, configurable, currently: 0.005\*payment amount \*delay days).

**1. A5. Gap:**

Following are the stages which to be followed in Export Undertaking

- B1) Create event (organize export undertaking)
- B2) Custom clearance registration
- B3) Payment event.
- B4) Amendment event.
- B5) Cancel event.
- B6) Close event.
- B7) Export Undertaking Enquiry.
- B9) Alert Management.
- B10) General notes.

**B1) Create event (organize export undertaking)**

This is the initial stage when the bank receives the export undertaking from the applicant. Following are the fields which needed to be added to the screen.

**Fields to add:****The required fields:**

- 1- Auto Reference /Serial Unique number for Export Undertaking
- 2- Mail No(optional).
- 3- Mail Date(optional).
- 4- Decision number(optional).
- 5- Decision date(optional).
- 6- issue date (by default the sys date).
- 7- Exporter type/lookup/ (normal, legal)
- 8- Exporter Name (from CBS)/Text Field/(mandatory).
- 9- Exporter national id (from CBS)/number of 11 digits/(optional).
- 10- Exporter address (from CBS) /Text Field/(mandatory).
- 11- Commercial register number (from CBS) (optional).
- 12- Commercial register city (from CBS) (optional).
- 13- Agency number (can be added manually) (optional).
- 14- Importer name /Text Field/(mandatory).
- 15- Destination country /lookup/(mandatory).
- 16- Goods type /lookup/(mandatory).
- 17- Goods amount & currency. (mandatory).
- 18- Exchange rate/lookup/(mandatory).
- 19- Invoice number. (mandatory).
- 20- Invoice date. (mandatory).
- 21- Net weight. (optional).
- 22- Count (for the countable product) (optional).
- 23- Type (Temporary/Final) (mandatory).
- 24- Repayment Percentage (optional).
- 25- Repayment amount (will calculated according to the filled repayment percentage) (optional).
- 26- Margin Percent & Amount & Currency (optional).
- 27- Commission (percentage from the undertaking amount and should be configurable, currently:  
0.004\*undertaking amount). (with the ability to edit it) (calculated automatically and optional)
- 28- Remark/note field. (optional).
- 29- Charges. (optional).

**Output Documents:**

Multiple documents can be provided to the applicant and beneficiary. According to certain formats which will be received from the bank.

**DMS:**

**Uploading docs to DMS is needed.**

**B2) Custom clearance registration**

On this activity applicant brings a document from Customs and Bank register the Customer clearance Date.

**Fetch the following fields from the creation event (all fetched fields to be disabled).**

- 1- Auto Reference.
- 2- creation date.
- 3- Exporter Name.
- 4- Exporter national id.
- 5- Exporter address.
- 6- Commercial register number.
- 7- Commercial register city.
- 8- Agency number.
- 9- Importer name.
- 10- Destination country.
- 11- Goods type.
- 12- Goods amount & currency.
- 13- Exchange rate.
- 14- Invoice number.
- 15- Invoice date.
- 16- Net weight.
- 17- Count.
- 18- Type (Temporary/Final).
- 19- Repayment Percentage.
- 20- Repayment amount.
- 21- Margin Percent & Amount & Currency.

**in addition to filling out the new following fields:**

1. Actual Exporting date(mandatory).
2. Maturity period (days) (mandatory).
3. Maturity Date (will be calculated automatically, Actual Exporting Date + Maturity period) (mandatory).
4. Remark/note field(optional).
5. Exporting details (list of lines), each detail contains the following fields:
  - custom item/text field/ (optional).
  - goods type/look up/(optional).
  - count(optional).
  - Net weight(optional).
  - amount& currency(optional).
  - custom detail NO (optional).
  - custom detail Date (optional).
  - goods exporting date (optional).

Uploading docs to DMS is needed.

**B3) Payment:**

At this stage the amount to be collected. The following fields to be added for payment as mentioned.

**Fetch the following fields from create event (all these fields will be disabled):**

- 1- Auto Reference.
- 2- creation date.
- 3- Exporter Name.
- 4- Exporter national id.
- 5- Exporter address.
- 6- Commercial register number.
- 7- Commercial register city.
- 8- Agency number.
- 9- Importer name.
- 10- Destination country.
- 11- Goods type.
- 12- Goods amount & currency.
- 13- Exchange rate.
- 14- Invoice number.
- 15- Invoice date.
- 16- Net weight.
- 17- Count of items.
- 18- Type (Temporary/Final).
- 19- Repayment Percentage.
- 20- Repayment amount.
- 21- Margin Percent & Amount & Currency

**In addition to filling out following fields:**

- 30- Unpaid amount (will be calculated automatically).
- 31- Operation date (by default sys date).
- 32- deposit date (can be previous date, the date of amount deposit by exchange company to central bank).
- 33- Official exchange rate/lookup/(mandatory) (with possibility to edit the rate value, to fit it with the exchange rate of the same date of deposit date (deposit date)).
- 34- Premium exchange rate/lookup/(mandatory) (with possibility to edit the rate value, to fit it with the exchange rate of the same date of deposit date (deposit date)).
- 35- Payment amount & currency (foreign currency) (mandatory).
- 36- Payment amount & currency (foreign currency) in Arabic words (automatically filled).

- 37- Payment amount & currency (local currency) (automatically filled, (Official exchanges rate+ Premium exchange rate) \* payment amount in foreign currency= payment amount in local currency).
- 38- Payment amount & currency (local amount) in Arabic words (automatically filled).
- 39- Commission (percentage from the undertaking amount and should be configurable, currently: 0.001\*undertaking amount) (with the ability to edit it).
- 40- Fees details: delay days, fee amount, fee currency (in local currency, using the exchange rate of undertaking organization (first event)).  
fee amount is percentage(configurable) from the payment amount for each delay day, currently: 0.005\*payment amount\*delay days, delay days is the period from maturity date to deposit date, and this fee will be debited from the confiscated margin amount (in temporary account) by someone else out of export undertaking department.
- 41- Remark/note field.
- 42- Charges.

**DMS: uploading docs to DMS is needed.**

**Note:** for the case of partial payment, we must take the commission for only one time (for the whole undertaking amount), at the first time of partial payment.

#### **B4) Amendment event:**

Fetch the field from creation event, with the ability to amend it.

In amendment event, do not change the amount or the maturity date of the export undertaking.

**No amendment event after custom clearance event.**

In addition to charges fields.

#### **B5) Cancel event:**

This event cannot be applied after custom clearance event.

**The fields will be fetched from the organization event (all these fields will be disabled).**

- 1- Auto Reference.
- 2- creation date.
- 3- Exporter Name.
- 4- Exporter national id.
- 5- Exporter address.
- 6- Commercial register number.
- 7- Commercial register city.

- 8- Agency number.
- 9- Importer name.
- 10- Destination country.
- 11- Goods type.
- 12- Goods amount & currency.
- 13- Exchange rate.
- 14- Invoice number.
- 15- Invoice date.
- 16- Net weight.
- 17- Count of items.
- 18- Type (Temporary/Final).
- 19- Repayment Percentage.
- 20- Repayment amount.
- 21- Margin Percent & Amount & Currency.

**In addition to filling out the following fields:**

- 1- reason for cancellation field(optional).
- 2- Remark/note field(optional).
- 3- Charges(optional).

The status of this undertaking will be 'CANCELED'.

**B6) Close event.**

This event can be applied only after I pay the undertaking totally or if this undertaking is temporary (for temporary type no need to apply payment).

**The fields will be fetched from the organization event (all these fields will be disabled).**

- 1- Auto Reference.
- 2- creation date.
- 3- Exporter Name.
- 4- Exporter national id.
- 5- Exporter address.
- 6- Commercial register number.
- 7- Commercial register city.
- 8- Agency number.
- 9- Importer name.
- 10- Destination country.
- 11- Goods type.
- 12- Goods amount & currency.
- 13- Exchange rate.
- 14- Invoice number.
- 15- Invoice date.
- 16- Net weight.
- 17- Count of items.
- 18- Type (Temporary/Final).
- 19- Repayment Percentage.

20- Repayment amount.

21- Margin Percent & Amount & Currency.

In addition to filling out the new following fields:

1. Remark/note field(optional).
2. Charges(optional).

The status of this undertaking will be 'CLOSED'.

**DMS: uploading docs to DMS is needed.**

**B7) Export Undertaking Enquiry:**

The same logic in the other TF modules, the user should be able to search for specific undertaking, showing the events applied on this undertaking and filtering the results by the stage.

**B9) Alerting system:**

- Alert before 15 days (configurable value) from the maturity date.
- Alert for the undertaking that organized 15 days ago (configurable period) without custom clearance event.
- Alert for the unpaid export undertaking when reach the maturity date to remind the user.

**B10) General notes:**

**View reports on demand:**

In this part the user will query some documents and reports according to some parameters (Bank to Provide Required Documents).

**1. A6. Field Changes/Requirements/Additional Fields****C1) Issuance screen**

Fields	Mandatory/Optional	Description
1- Auto Reference /Serial Unique number for Export Undertaking	mandatory	Unique number of Export Undertaking
2- Mail No(optional).	optional	Text Field
3- Mail Date(optional).	optional	Date
4- Decision number(optional).	optional	Number
5- Decision date(optional).	optional	Date
6- issue date (by default the sys date).	mandatory	Date
7- Exporter type/lookup/ (normal, legal)	optional	Text Field
8- Exporter Name (from CBS)/Text Field/(mandatory).	mandatory	Text Field
9- Exporter national id (from CBS)/number of 11 digits/(optional).	optional	Text Field (Fetched from Customer Master)
10- Exporter address (from CBS) /Text Field/(mandatory).	mandatory	Fetched from Customer Master
11- Commercial register number (from CBS) (optional).	optional	Text Field
12- Commercial register city (from CBS) (optional).	optional	Number

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13- Agency number (can be added manually) (optional).	optional	Text Field
14- Importer name /Text Field/(mandatory).	mandatory	Lookup
15- Destination country /lookup/(mandatory).	mandatory	Lookup
16- Goods type /lookup/(mandatory).	mandatory	Lookup
17- Goods amount & currency. (mandatory).	mandatory	Float and Text Field
18- Exchange rate/lookup/(mandatory).	mandatory	Lookup
19- Invoice number. (mandatory).	mandatory	Number
20- Invoice date. (mandatory).	mandatory	Date
21- Net weight. (optional).	optional	Float
22- Count (for the countable product) (optional).	optional	Number
23- Type (Temporary/Final) (mandatory).	mandatory	Lookup
24- Repayment Percentage (optional).	optional	Float
25- Repayment amount (will calculated according to the filled repayment percentage) (optional).	optional	Float
26- Margin Percent & Amount & Currency (optional).	optional	Float & Text
27- Commission (percentage from the undertaking amount and should be configurable, currently: $0.004 * \text{undertaking amount}$ ). (with the ability to edit it) (calculated automatically and optional)	optional	Float
28- Remark/note field. (optional).	optional	Text
29- Charges. (optional).	optional	Float

### C2) Custom clearance registration

Fields	Mandatory /Optional	Description
1. Actual Exporting date(mandatory).	mandatory	Date

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2. Maturity period (some of months and days) (mandatory).	mandatory	number
3. Maturity Date (will be calculated automatically, Exporting Date + Maturity period) (mandatory).	mandatory	Date
4. Remark/note field(optional).	optional	Text
5. Exporting details (list of lines), each detail contains the following fields:		Following Details to be add in Multiline
• custom item/text field/ (optional).	optional	Text
• goods type/look up/(optional).	optional	Lookup
• count(optional).	optional	number
• Net weight(optional).	optional	Float
• amount& currency(optional).	optional	Float & Text
• custom detail NO (optional).	optional	number
• custom detail Date (optional).	optional	Date
goods exporting date (optional).	optional	Date

### C3) Payment

Fields	Description
1- Unpaid amount.	Float
2- Operation date.	Date
3- deposit date.	Date
4- Payment amount & currency (foreign currency).	Float & Text
5- Payment amount & currency in Arabic words.	Text
6- Payment amount & currency (local currency).	Float & Text
7- Payment amount & currency (local amount) in Arabic words (automatically filled).	Text
8- Commission (percentage from the undertaking amount and should be configurable, currently: 0.001*undertaking amount).	Float
9- Fees details /delay days, fee amount, fee currency / (fee amount is percentage from the payment amount, currently: 0.005*payment amount*delay days).	Float

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10- Remark/note field.	Text
Charges	Float

### C4) Cancel Event:

Fields	Description
1- reason for cancellation field.	Text
2- Remark/note field.	Text
3- Charges.	Float

### C5) Close

Fields	Description
1. Remark/note field.	Text
2. Charges	Float

### 1. A7. Assumptions:

No Assumptions

### 1. A8. RFP References

Sr no	RFP Reference	Point number
1	<u>PART III-9 FUNCTIONAL SPECIFICATIONS EXPORT DOCUMENTARY COLLECTION</u>	16
2	<u>BRANCH MODULE (Part III -3) 7-13 Forex Operations</u>	7

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### Disclosure:

The RFP Part III and the proposal are the master document for the UAT related signoff.

This document can be used as a reference point for closure of UAT related pertaining to overall scope of Export Undertaking.