

LC Requirements Checklist (Diesel & Urea)

Use this as a pre-issuance checklist with the Buyer and issuing bank.

A. LC Type & Rules

- ☐ Irrevocable Letter of Credit (LC).
- ☐ Available by PAYMENT AT SIGHT (unless otherwise agreed).
- ☐ Subject to UCP 600 and ISBP 745.
- ☐ LC must be advised through a reputable international bank; confirmation only if required by Seller/Supplier.

B. Beneficiary & Parties

- ☐ Beneficiary: Nevloh LLC (Wyoming, USA) - name and address must match the SPA exactly.
- ☐ Applicant: Buyer legal name and address must match Buyer corporate documents.
- ☐ Consignee: To Order of Issuing Bank; Notify Party: Buyer (or as per SPA).

C. Amount, Tolerance & Timing

- ☐ LC amount matches SPA contract value; allow +/- 5% tolerance (recommended).
- ☐ Shipment/laycan aligns with SPA. Avoid unrealistic shipment windows.
- ☐ Documents presentation period: 21 days from B/L date (recommended).

D. Inspection & Payment Triggers (Critical)

- ☐ Inspection at LOAD PORT only (SGS/Intertek or equivalent).
- ☐ Quality and Quantity certificate at load port is FINAL for payment.
- ☐ Do NOT require SGS at discharge port as a condition of payment.

E. Required Documents (Typical)

- ☐ Signed commercial invoice.
- ☐ Clean on-board ocean bill of lading.
- ☐ SGS/Intertek certificate of quality and quantity (load port).
- ☐ Certificate of origin.
- ☐ Certificate of analysis / product specification.
- ☐ Insurance certificate for CIF trades (110% of invoice value).
- ☐ Packing list for bagged urea (if applicable) and SDS for fertilizer (recommended).

F. Shipment Flexibility

- ☐ Partial shipments: allowed.
- ☐ Transshipment: allowed (unless prohibited for a specific route).

G. Prohibited / No-Go Clauses

- ☐ Any requirement for payment only after discharge or after buyer acceptance at destination.
- ☐ Excessive or duplicate document requirements not standard to the trade.
- ☐ Very short document presentation periods (e.g., 3-5 days).

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G. Prohibited / No-Go Clauses (cont.)

☐ Side payments or deposits outside LC.

Practical Note

Tip: Before Buyer instructs the issuing bank, share this checklist and request a draft LC for review. A pre-issuance review prevents discrepancies that delay shipment and payment.