

Benefits for buyers-Revision in sale terms and conditions for FP bales

After offering attractive bulk discount scheme for the benefit of our esteemed buyers, CCI has further decided to give attractive benefits to buyers by revising its sale terms and conditions for FP bales, in view of situation created due to COVID-19 pandemic. The benefits offered are:

- **New Interest rate:** The rate of interest on deliveries under clean credit, L/C and against Bank Guarantee has been reduced from present 13% per annum to 9% per annum + GST as applicable, on monthly rest basis.
- **Revised Carrying charges:** The rate of carrying charges has been reduced from present 1.25% to 1.10% per month for first 30 days and thereafter from 1.45 % to 1.25% per month per 30 days + GST as applicable till the delivery of cotton. The amount of carrying charges shall be calculated on monthly rest basis.
- **Revised Late lifting charges:** Late lifting charges have been reduced from present @ 0.75% per month per 30 days to 0.60% per month per 30 days + GST as applicable
- **Enhanced Cash discount under L/C and BG:** In case of deliveries under L/C & BG the cash discount has been increased from present 3% to @ 4% p.a. on pro-rata basis for unavailed free period from the date of realization of payment.
The buyer shall be entitled for cash discount on pro-rata basis for unavailed free period i.e. for the number of days for which payment is realized earlier than required as per the terms of contract provided buyer makes payment within 15 days from the date of contract. If payment made after 15th day from the date of contract i.e. 16th day onwards no cash discount is applicable
- **Relaxation in Penal rate of interest:** Penal rate of interest on overdue UB, L/C and Bank Guarantee has been reduced from present 15% per annum to 10% per annum+ GST as applicable on monthly rest basis.
- **Revision in Free period:** Free period has been revised as under:

S.No.	Quantity of bales purchased in a day by a buyer	Free period
1	Up to 9999 bales	30 days
2	10000 bales and above	45 days

The above terms will be applicable from 13th May, 2020 till 30th September, 2020.

For detailed sale terms and conditions please visit buyers section of www.cotcorp.org.in
