

Annexure 13 - Approval for opening of Foreign Currency bank account in India
(Project Export Related)

- a) M/s_____ is permitted to open foreign currency account in_____ (Name of the foreign currency) with _____ (Name of the bank) _____ (Place) for the purpose of the execution of contract.
- b) Credits representing payment by the project authorities to M/s_____ (Indian contractor) under the contract may be freely made.
- c) Interest earned on surplus funds parked in short term deposits may also be credited.
- d) Debits representing payment for purchase of material / equipment from overseas suppliers not exceeding _____ (Value of such supplies) may be made freely.
- e) Debits representing transfer of funds to the project site, bank charges and project related expenses in rupees may also be made freely.
- f) Debits for transfer of funds to rupee account in case payment made by the client for supply of material / equipment from India has to be temporarily credited to the account and for conversion of balance in the account into Indian rupees at the end of the contract may be made freely.
- g) All other credits / debits will require prior approval of approving authority / Reserve Bank of India.
- h) The account shall be closed immediately after completion of the project, and the entire balance should be transferred to rupee account and / or EEFC account as the case may be as per prevailing guidelines.
- i) Project funds temporarily rendered surplus may be invested in short term deposits including treasury bills and deposits with banks, outside India, not exceeding one year and on maturity, they should be transferred to the project foreign currency account. However, maturity period of the fixed deposit should not, in any case, go beyond the date of completion of the project in question.
- j) No forward cover facility would be available on the balances held in the account.

Thanking You

Yours Faithfully

Authorised Signatory

Date: _____