



UCP 600 ICC: Tolerance in Credit Amount, Quantity and Unit Prices

Art. 30 a UCP 600 ICC:	Art. 30 b UCP 600 ICC:	Art. 30 c UCP 600 ICC:				
<p><u>Firstly, if the terms about or approximately are used in connection with the amount, quantity of goods or unit price stated in the credit, this allows a tolerance of plus or minus 10% in the amount, quantity or unit price.</u></p> <p>For example, if the credit stipulates an amount of about EUR 100.000,00 then the maximum amount available for drawing under the credit would be EUR 110.000,00 and if partial shipments were not allowed the minimum amount allowed to be drawn would be EUR 90.000,00.</p>	<p><u>Secondly, a tolerance of plus or minus 5% will apply to the quantity of goods, if the quantity is expressed in the documentary credit, for example, as a measurement as opposed to being described as individual items or packing units.</u></p> <p>For example, if the quantity of goods is expressed as a measurement, such as 100 metric tonnes of coal, or 1.000 gallons of oil, a plus or minus 5% tolerance applies to the quantity of goods indicated on the document provided the amount of the credit is not exceeded. However, if the quantity of goods is expressed in units such as 1.000 cars, 2.000 computers, or 10.000 barrels of oil, then no tolerance applies.</p>	<p><u>The third and final tolerance allows a minus 5% tolerance in the total amount included in the invoice. This tolerance applies when the quantity of goods, if stated in the credit, is shipped in full and the unit price, if stated in the credit, is not reduced. This tolerance level can result from a reduction in ancillary, or secondary, charges, such as insurance and freight charges.</u></p>				
<p>Example: (Credit/Invoice)</p> <p>45A: Descrizione merci e/o servizi +ABOUT 100 LAVABOS CONFORME FACTURE PROFORMA NR 67</p> <p>GOODS SHIPPED:</p> <p>DESCRIPTION DES MARCHANDISES:</p> <p>90 LAVABOS CONFORME FACTURE PROFORMA NR 67</p>	<p>Example: (Credit/Transport Document)</p> <p>:45A: DESCRIPTION OF GOODS AND/OR SERVICES DESCRIPTION ROUGH MARBLE BLOCKS QUANTITY 24.00 TONS TOTAL AMOUNT EUR 6.800,00 PRICE TERM FOB NAPOLI PORT</p> <p>GOODS SHIPPED:</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 70%;">Description of goods</th> <th style="width: 30%;">Gross weight</th> </tr> </thead> <tbody> <tr> <td>ROUGH MARBLE BLOCKS</td> <td>25,00 TONS</td> </tr> </tbody> </table>	Description of goods	Gross weight	ROUGH MARBLE BLOCKS	25,00 TONS	<p>Example: (Invoice)</p> <p>DESCRIPTION OF GOODS AND/OR SERVICES:</p> <p>SULPHONATED FISH OIL, SYNTHETIC FAT LIQUORS AS PER PROFORMA INVOICE NO 580305 DATED 19 JANUARY 2017 TERMS: CIF</p> <p>QUANTITY SHIPPED:</p> <p>TOTAL NET WEIGHT: 3.785,00 KGS</p> <p style="text-align: right;">AMOUNT: EUR 21.294,00</p> <p style="text-align: right;">FREIGHT CHARGES REDUCTION: EUR 264,50-</p> <p style="text-align: right;">AMOUNT DUE: EUR 21.029,50</p>
Description of goods	Gross weight					
ROUGH MARBLE BLOCKS	25,00 TONS					

This chart is intended to offer a general overview. For further details, please consult the official UCP 600/ISBP publications and ICC Opinions. The content has been prepared with care and to the best of our knowledge; however, no liability is assumed for its timeliness, completeness, or accuracy.

<u>Art. 30 a UCP 600 ICC:</u>	<u>Art. 30 b UCP 600 ICC:</u>	<u>Art. 30 c UCP 600 ICC:</u>
<p>a. The words “about” or “approximately” used in connection with the amount of the credit or the quantity or the unit price stated in the credit are to be construed as allowing a tolerance not to exceed 10% more or 10% less than the amount, the quantity or the unit price to which they refer.</p>	<p>b. A tolerance not to exceed 5% more or 5% less than the quantity of the goods is allowed, provided the credit does not state the quantity in terms of a stipulated number of packing units or individual items and the total amount of the drawings does not exceed the amount of the credit.</p>	<p>c. Even when partial shipments are not allowed, a tolerance not to exceed 5% less than the amount of the credit is allowed, provided that the quantity of the goods, if stated in the credit, is shipped in full and a unit price, if stated in the credit, is not reduced or that sub-article 30 (b) is not applicable. This tolerance does not apply when the credit stipulates a specific tolerance or uses the expressions referred to in sub-article 30 (a).</p>