

Key Fact Document

External Commercial Borrowing Account - ECBA

Description of the product/ delivery channel

ECBA is an account introduced to facilitate resident persons who borrow from overseas under the Regulations No. 2 of 2021, to route the loan proceeds into Sri Lanka and make the repayments of the same.

- Eligibility - Company incorporated in Sri Lanka under Companies Act No 7 of 2007 who wish to borrow as a loan from a Non-Resident Investor.
- Permitted Currency - Any designated Foreign currency.
(USD / GBP/ EUR / AUD / SGD / SEK / CHF / CAD / HKD / JPY / DKK / NOK / NZD / CNY /THB)
- Permitted Account Type –
 - 1.Savings A/C (shall be opened to receive loan proceeds from the overseas lender and all repayments of such loans should be made out of same ECBA)
 - 2.Fixed Deposit (should be opened to be held as a lien to obtain an LKR loan from the bank only)

Financial and other benefits to customers including incentive and promotions

- Open a ECBA in a wide variety of foreign currencies.
- Competitive interest rates for Fixed Deposits.

Cost to Customers – Fees/charges, commission, interest, etc.

Refer bank official website under service Interest Rates & Tariffs (<http://www.hnb.net>)

Procedure to be followed to obtain the product/delivery channel

- Visit the closest branch (250+ island wide)
- Obtaining, completing and forwarding an application with required documents. (All the Branches island wide)
- Company account opening application
- Declaration of beneficial ownership
- Individual KYC data collection form of all directors and signatories
- Resolution passed by the board of directors regulating of the opening of the account and authorized signatories.
- ROC certified form 1 or form 20
- NIC / Passport or Driving license of the directors and authorized signatories
- Specimen signature cards of all authorized signatories
- FATCA – for USA registered companies
- The loan agreement including repayment schedule
- Profile of the borrower in accordance with the Articles of Association, Certificate of Incorporation etc.
- Profile of the lender
- A copy of the resolution passed by the board of Directors of the company [borrower] for the approval on proposed loan certified by the company Secretary
- An affidavit from the borrower that loan proceeds would be received and all repayments will be routed through the said ECBA Savings

Key Terms & Conditions

General Terms & Conditions link given below: (<https://www.hnb.net/terms-conditions>)

For more information – 0112 462 462/ hnbconnect@hnb.lk