

# **Download Letters Of Credit And Bank Guarantees Under International Trade Law**

A letter of credit (LC), also known as a documentary credit or bankers commercial credit, is a payment mechanism used in international trade to provide an economic guarantee from a creditworthy bank to an exporter of goods. A letter of credit is extremely common within international trade and goods delivery, where the reliability of contracting parties cannot be readily and easily determined. Export Bank Guarantees Bank Guarantees Benefits in Letter of Credit lc. Letters of credit and how they can be used to reduce risk in international trade. International Commercial Law is a body of legal rules, conventions, treaties, domestic legislation and commercial customs or usages, that governs international commercial or business transactions. A transaction will qualify to be international if elements of more than one country are involved.