Avalising

An aval is an endorsement on a bill of exchange or promissory note effectively guaranteeing payment.

Key features
- Provides the payment assurance required by your supplier
- Enables you to negotiate longer credit terms
- Enhances trade relationships with new and existing suppliers
- Can give you the credit you require and allow your supplier to receive payment on shipment
- Endorsements appear on the bills or notes themselves
- Simple to administer

You may find you can access new sources of supply and that your trading relationships are enhanced if you offer to accept a bill of exchange payable at a future date (or issue a promissory note) and request us as your bankers to avalise (guarantee) the bill or note at maturity.

Improved credit terms
Since your payments are guaranteed by Barclays you may be able to obtain credit terms from your suppliers that are not otherwise available.

Enhanced trading relationships
The added security your suppliers receive may in turn enable them to obtain better finance rates from their own bankers. This should help to strengthen your trading relationships.

Additionally, we can offer to purchase the bill or note at a discount immediately following shipment. This provides advantages for both you and your supplier: your supplier gains early access to funds at interest rates that may be lower than those available in their local market, you gain time to sell the goods and generate the cash you need at maturity of the bill or note.

Simple to administer
An aval is an endorsement to the bill or note rather than a separate document. It is a simpler alternative to a letter of credit facility or other form of guarantee and should therefore prove easier to administer.

An aval is a form of guarantee issued on your behalf and therefore subject to Barclays credit approvals and agreement of a suitable facility. Charges are calculated according to the specific details of each facility.

Next steps
Please contact your Relationship Director to discuss your requirements in more detail.
This product is available to clients of Barclays Bank UK PLC through referral to Barclays Bank PLC. Referred products will be owned and administered by Barclays Bank PLC. A portion of the revenue generated from referred products may be shared with Barclays Bank UK PLC. Alternative service providers in the market may offer similar products.

You can get this in Braille, large print or audio by calling 0800 400 100* (via Text Relay or Next Generation Text Relay if appropriate). Barclays also welcomes calls via SignVideo for BSL users. Visit barclays.co.uk/signvideo

*Calls to 0800 numbers are free from UK land lines and personal mobiles, otherwise call charges may apply. Please check with your service provider. To maintain a quality service we may monitor or record phone calls. Lines are open 7 days a week, 7am to 11pm.

Barclays Bank PLC is registered in England (Company No. 1026167) with its registered office at 1 Churchill Place, London E14 5HP. Barclays Bank PLC is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority (Financial Services Register No. 122702) and the Prudential Regulation Authority. Barclays is a trading name and trade mark of Barclays PLC and its subsidiaries.

Item Ref: 9971130COM_INT. April 2018.