

IN THE HIGH COURT OF JUDICATURE AT BOMBAY
CIVIL APPELLATE JURISDICTION

FIRST APPEAL NO. 930 OF 2018
WITH
CIVIL APPLICATION NO. 3094 OF 2018
WITH
CIVIL APPLICATION NO. 88 OF 2023

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Bharat Insulation Company (India) Ltd.,
(Formerly Jyoti Wire Industries Ltd)

....Appellant/Applicant

Versus

Canara Bank & Anr.

....Respondents

Mr. Gaurang Mehta a/w. Mr. Sachin Kudalkar i/by Madekar & Co. for the
Appellant/Applicant.

Mr. B. G. Saraf for Respondent No. 2.

CORAM : JITENDRA JAIN, J.
DATED : 24th MARCH 2026

P. C. :

1. The appeal revolves around four letters of credit aggregating approximately Rs. 5.23 lakhs.

2. The core issue which is required to be considered is whether, if the price of goods is in Indian Rupee (INR), effect should be given to the exchange rate difference, merely because in letter of credit, there is a mention about foreign exchange. The said letter of credit was in the standard format and not applicable to transactions in Indian Rupee (INR). One more important issue is whether demand can be made after the letter of credit has expired.

3. The above narration is only to bring out the issue involved and same should not be considered as the observations and findings by this Court.
4. The Court is of the view that this matter is three decades old and the amount involved is only Rs. 5.23 lakhs. Therefore, the parties are requested to sit across and explore various ways and means to resolve this issue amicably, without inviting any order from this Court.
5. For the above purpose, list this matter on 09th April, 2026.

[JITENDRA JAIN, J.]