

Charges in case of default

Delinquency Fee (on overdue account balance)

A Delinquency Fee is levied if American Express does not receive full payment of the Amount Due (as shown on the monthly statement) by the Due Date. The Delinquency Fee will be levied at the rate of 5% on the unpaid balance (with a minimum monthly Delinquency Fee being ₹300), in the next monthly billing statement until the payment is received in full.

Calculation Methodology will be as follows:

Delinquency Fee amount = $5\% \times (\text{Last Statement Outstanding} - \text{Fees \& Taxes} - \text{Credits received till payment due date})$

Sample Illustration 1: A Cardmember has a total amount due of ₹20,000 payable by the Due Date. If the Cardmember does not pay this full amount by the Due Date, the Delinquency Fee that will appear in the next month's bill statement will be calculated as: $5\% \times \text{of ₹20,000} = ₹1,000$. Thus, the Cardmember would be charged ₹1,000 + applicable tax, which is the Delinquency Fee payable.

Sample Illustration 2: If the Cardmember does partial payment by the due date, that will be adjusted with the total outstanding on which the Delinquency fee will be levied and Delinquency fee that will appear in the next month's Bill Statement will be calculated as: Total Outstanding ₹20,000, Payment made ₹10,000 by due date, Delinquency fee = $5\% \times (\text{₹20,000} - \text{₹10,000}) = 5\% \times ₹10,000 = ₹500 + \text{applicable tax}$.