

STANDBY LETTER OF CREDIT (LOC)

AMOUNT

DATE OF EXPIRY

RE:

OUR STANDBY LETTER OF CREDIT NO.

AT THE REQUEST OF OUR CUSTOMER, \_\_\_\_\_ WE HERRBY ESTABLISH IN YOUR FAVOR OUR IRREVOCABLE STANBY LETTER OF CREDIT FOR \_\_\_\_\_ PLUS INTEREST AND OTHER CHARGES TO GUARANTEE PAYMENT OF THE SUMS SANCTIONED BY YOU TO \_\_\_\_\_ UNDER THE CREDIT FACILITY MADE AVAILABLE BY YOU TO \_\_\_\_\_

THE FACILITIES COVERED BY THIS INDEMNITY ARE AS FOLLOWS:

TYPE	AMOUNT
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WE HEREBY IRREVOCABLY UNDERTAKE AND AGREE TO PAY YOU ON RECEIPT OF YOUR CLAIM BY WAY OF EITHER A TESTED TELEX/AUTHENTICATED SWIFT WITHOUT ANY FURTHER PROOF OR CONDITION

THIS STANDBY LETTER OF CREDIT WILL EXPIRE ON THE ABOVE MENTIONED EXPIRY DATE, AT OUR COUNTERS, AFTER WHICH DATE OUR LIABILITY TO YOU UNDER THE LETTER OF CREDIT WILL CEASE AND WILL BE OF NO FURTHER EFFECT WHETHER THIS INSTRUMENT IS RETURNED TO US OR NOT.

WE HEREBY ENGAGE YOU THAT CLAIMS RECEIVED IN CONFIRMITY WITH THE TERMS OF THIS CREDIT WILL BE DULY HONOURED.

WE CONFIRM THAT NO PRIOR EXCHANGE CONTROL APPROVALS ARE NECESSARY AT PRESENT TO ISSUE THIS SBLC AND FOR SETTLEMENT OF ANY CLAIMS MADE THEREUNDER.

OR

WE CONFIRM THAT WE HOLD THE NECESSARY APPROVAL FROM EXCHANGE CONTROL AUTHORITY (IF ANY) AND THAT THERE ARE NO RESTRICTIONS FOR THE ISSUANCE OF THIS GUARANTEE AND FOR SETTLEMENT OF ANY CLAIMS MADE THEREUNDER.

THIS STANDBY LETTER OF CREDIT IS SUBJECT TO THE UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY CREDITS (2007 REVISION) INTERNATIONAL CHAMBER OF COMMERCE, PUBLICATION NO.600 AND ENGAGES US IN ACCORDANCE WITH THE TERMS THEREOF.

PLEASE CONSIDER THIS SWIFT THE OPERATIVE INSTRUMENT, AS NO MAIL CONFIRMATION WILL FOLLOW.