

IRREVOCABLE STANDBY LETTER OF CREDIT NUMBER: ABC1234

ISSUED BY: (Surety name & address) _____

FOR THE ACCOUNT OF: (Principal name & address) _____

MY BANK

CONTRACTOR'S NAME

MY BANK'S MAILING ADDRESS
(To which LOC is to be returned when released)

CONTRACTOR'S MAILING ADDRESS

BENEFICIARY:

AMOUNT: \$ XXX,XXXX

The City of Morristown

DATE ISSUED: DATE, 20XX

100 West First North Street

PROJECT NAME: YOUR PROJECT NAME

Morristown, Tennessee 37814

PROJECT ADDRESS: XXXX E MORRIS BLVD.

We hereby issue in Beneficiary's favor our Irrevocable Standby Letter of Credit No. ABC 1234 in the amount of \$ XXX,XXXX (U.S. Dollars) for the account of CONTRACTOR'S NAME for the purpose of Erosion control, new streets, sewer work, street lights, sod, etc. at the project known as Your Project Name located at XXXX YOUR PROJECT ADDRESS.

If the work required to be done does not comply with all the terms and conditions of the construction plans for improvements approved by the City of Morristown, Tennessee, to the satisfaction of the City of Morristown, or is not completed within the time limit specified in the permit, Beneficiary shall have the unconditional right, at its discretion, to draw any amount necessary to complete the project up to the remaining balance of the Letter of Credit.

In order to draw any amount, Beneficiary must present a statement to SURETY COMPANY NAMED ABOVE that PRINCIPAL LISTED ABOVE/ CONTRACTOR is in default and describing briefly the nature of the default. The statement must also include the clause, "Drawn under Irrevocable Standby Letter of Credit Number ABC1234 issued by MY BANK" and be accompanied by this original Letter of Credit in order for funds to be advanced.

This Letter of Credit shall remain in full force and effect until released in writing by an authorized agent of the City of Morristown.

Unless otherwise expressly stated herein, this credit is subject to the Uniform Customs and Practice for Documentary Credit, 2007 Revision, International Chamber of Commerce Publication No. 600.

By: SIGNATURE

SEAL

Name: PRINTED NAME

Title: PRESIDENT OF BANK/ authorized signatory