

## Form of Irrevocable Letter of Credit

{Date}

City of Spruce Grove  
(Address)

Attention:

Dear Sirs:

RE: STANDBY LETTER OF CREDIT NO. \_\_\_\_\_

We hereby authorize you to draw on the {issuing Bank's name} (the Bank), {location}, {City, Province} for the account of {name of customer} (the Customer) up to an aggregate amount of \$ \_\_\_\_\_.

Pursuant to the request of the Customer, we the Bank, hereby establish and give the {name of the municipality} (the Municipality) and Irrevocable Letter of Credit in favour of the Municipality in the above amount which may be drawn on by the Municipality at any time and from time to time, upon written demand for payment made upon us by the Municipality, which demand we shall honour without enquiring whether the Municipality has the right as between the Municipality and the Customer to make such demand, and without recognizing any claim of the Customer, or objection by the Customer to payment by us.

This Letter of Credit we understand relates to an Agreement between the Customer and the Municipality dated \_\_\_\_\_ and referred to as the {name of project}.

The amount of this Letter of Credit may be reduced from time to time as advised by notice in writing to us from time to time by the Municipality.

It is a condition of this Letter of Credit that it shall be deemed to be automatically extended without amendment from year to year from the present or any future expiration date hereof, unless at least 30 days prior to any such expiration date, we notify the Municipality in writing by registered mail, that we elect no to consider this Letter of Credit to be renewable for any additional period.

We engage with the Municipality that all drawings presented under or in compliance with, the terms of this credit will be duly honored on delivery of documents as specified, if present the counters of the bank, on or before {expiry date}, or any automatically extended date as hereinbefore set forth.

Except so far as otherwise expressly stated, this Letter of Credit is subject to the Uniform Customs and Practice for Documentary Credits (1983 Revision) International Chambers of Commerce (Publication No. 400).

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Countersigned

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Authorized Signature