FORM OF LETTER OF CREDIT (SYNDICATED)

To: The Society and the Council of Lloyd's,
c/o The Manager, Market Services,
Fidentia House, Walter Burke Way,
Chatham Maritime, Chatham,
Kent ME4 4RN

Dated _____[1]

Dear Sirs:

Irrevocable Standby Letter of Credit No. [ ]

Re: [Name of Corporate Member of Lloyd's] (the "Applicant")

This Clean Irrevocable Standby Letter of Credit (the "Credit") is issued by the banks whose names are set out in Schedule 1 hereto (the "Issuing Banks", and each an "Issuing Bank") in favour of the Society of Lloyd's ("Lloyd's") on the following terms:

1. Subject to the terms hereof, the Issuing Banks shall make payments within two business days of demand on [*insert name of bank/credit institution*] (the "Agent") in accordance with paragraph 4 below.

2. Upon a demand being made by Lloyd's pursuant to paragraph 4 below each Issuing Bank shall pay that proportion of the amount demanded which is equal to the proportion which its Commitment set out in Schedule 1 hereto bears to the aggregate Commitments of all the Issuing Banks set out on Schedule 1 hereto Provided that the obligations of the Issuing Banks under this Credit shall be several and no Issuing Bank shall be required to pay an amount exceeding its Commitment set out in Schedule 1 hereto and the Issuing Banks shall not be obliged to make payments hereunder in aggregate exceeding a maximum amount of [*amount in approved currency*]. Any payment by an Issuing Bank hereunder shall be made in [*approved currency*] to Lloyd's account specified in the demand made by Lloyd's pursuant to paragraph 4 below.

3. This Credit is effective from [ ] (the "Commencement Date") and will expire on the Final Expiration Date. This Credit shall remain in force until we give you not less than four years notice in writing terminating

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[1] Date of Letter of Credit.

the same on the fourth anniversary of the Commencement Date or on any date subsequent thereto as specified in such notice (the “Final Expiration Date”), our notice to be sent by registered mail for the attention of the Manager, Market Services, at the above address.

4. Subject to paragraph 3 above, the Issuing Banks shall pay to Lloyd’s under this Credit upon presentation of a demand by Lloyd’s on the Agent, [*insert full London address of the Agent*] substantially in the form set out in Schedule 2 hereto the amount specified therein (which amount shall not, when aggregated with all other amounts paid by the Issuing Banks to Lloyd’s under this Credit, exceed the maximum amount referred to in paragraph 2 above).

5. The Agent has signed this Credit as agent for disclosed principals and accordingly shall be under no obligation to Lloyd’s hereunder other than in its capacity as an Issuing Bank.

6. All charges are for the Applicant’s account.

7. Subject to any contrary indication herein, this Credit is subject to the International Standby Practices – ISP98 (1998 publication – International Chamber of Commerce Publication No. 590).

8. This Credit shall be governed by and interpreted in accordance with English law and the Issuing Banks hereby irrevocably submit to the jurisdiction of the High Court of Justice in England.

9. Each of the Issuing Banks engages with Lloyd’s that demands made under and in compliance with the terms of this Credit will be duly honoured on presentation.

Yours faithfully,

[insert name of the Agent]

for and on behalf of
[Names of all Issuing Banks *including Agent*]

By:_____

Name:

Title:

SCHEDULE 1

Issuing Banks' Commitments

Name and Address of Issuing Bank	Commitment (Pounds Sterling)
Total Value	_____

SCHEDULE 2

Form of Demand (Pounds Sterling)

[on Lloyd's letterhead]

Dear Sir/Madam

THE SOCIETY OF LLOYD'S

TRUSTEE OF

LETTER OF CREDIT NO.

With reference to the above, we enclose for your attention a Bill of Exchange, together with the respective Letter of Credit. Payment should be made by way of CHAPS. The account details are as follows:

[National Westminster Bank Plc

City of London Office

P.O. Box 12258

1 Princes Street

London EC2R 8AP]

Sort Code 60-00-01

Account 13637444

Please quote Member Code:

Yours faithfully,

for Manager

Market Services

By:_____

Name:

Title:

Your ref:

Our ref: MEM/ / / /C911f

Extn:

BILL OF EXCHANGE

The Society of Lloyd's

Trustee of

Letter of Credit No.

Please pay in accordance with the terms of the Letter of Credit to our order the amount of £_____.

For and on behalf of

Authorised Signatory

Market Services

To: [*insert name of bank/credit institution*]
as the Agent