IRREVOCABLE STANDBY LETTER OF CREDIT – CORPORATE MEMBER

TO BE USED FOR LLOYD'S DEPOSITS
(See page 4 for notes on completion of the standby letter of credit)

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

Gentlemen,

IRREVOCABLE STANDBY LETTER OF CREDIT NO. (1)

RE: [Insert name of corporate member of Lloyd's] ("the Applicant")

We are pleased to inform you that by order of the Applicant we (2) ("the Issuing Bank") have opened our Irrevocable Credit No. (1) in your favour for a sum not to exceed the aggregate of (3) effective from (4) ("the Commencement Date"). This Letter of Credit will expire on the Final Expiration Date.

This Letter of Credit shall remain in force until we give you not less than four years notice in writing terminating 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.

All charges are for the Applicant's account.

Funds under this Letter of Credit are available to you in London upon presentation of your sight draft(s) drawn on us at the above address, our London Office or the London Branch of the Confirming Bank, mentioning the Issuing Bank's Credit No. (1) and name (2) and the London Office or Confirming Bank's reference as applicable.

This Letter of Credit is subject to The International Standby Practices – ISP98 (1998 publication - International Chamber of Commerce Publication No 590).

This Letter of Credit shall be governed by and interpreted in accordance with English Law and we hereby irrevocably submit to the jurisdiction of the High Court of Justice in England.

We hereby engage with you that we will honour draft(s) drawn under and in compliance with the terms and conditions of this Letter of Credit.

Authorised Signatory

Authorised Signatory

To be completed by Confirming Bank where applicable

We, (5), hereby confirm the above-mentioned Letter of Credit and thereby engage with you that we will honour all draft(s) drawn under and in accordance with the terms and conditions of Letter of Credit No. (1) of (2) at our London Office.

This Confirmation shall remain in force until we, the Confirming Bank, give you not less than four years notice in writing stating that our confirmation will terminate on the fourth anniversary of the Commencement Date of the Letter of Credit or on any date subsequent thereto as specified in such notice, our notice to be sent by registered mail for the attention of the Manager, Market Services, at the above address. In circumstances where our Confirmation has terminated but the Letter of Credit remains in force, the Letter of Credit shall be advised by us without engagement or responsibility on our part.

The Letter of Credit shall be governed by and interpreted in accordance with English Law and we hereby irrevocably submit to the jurisdiction of the High Court of Justice in England.

Kindly address all correspondence regarding the Letter of Credit for the attention of …… (DEPARTMENT) mentioning specifically our reference number ……(INSERT NO.)

Authorised Signatory Authorised Signatory

Notes for Completion of the Standby Letter of Credit (CM 50A)

A standby letter of credit, to be eligible for inclusion in a corporate member's funds at Lloyd's, must have been issued by an authorised credit institution approved by the Council of Lloyd's for the purpose of providing letters of credit or guarantees for such purpose.

The standby letter of credit must be completed on the letter headed paper with the London address of:-

(a) In the case of a confirmed letter of credit, the confirming credit institution ("Confirming Bank"); and

(b) In any other case, the issuing credit institution ("Issuing Bank").

The standby letter of credit must be payable in London at the counters of the Issuing Bank, the London Office of the Issuing Bank or the Confirming Bank.

(1) Insert number of letter of credit.

(2) Insert the name of the issuing credit institution.

(3) Insert the amount of the letter of credit in words and figures.

(4) Insert commencement date.

(5) Insert the name of the confirming credit institution.