

(MUST BE ON BANK LETTERHEAD)

IRREVOCABLE LETTER OF CREDIT

Issue Date: _____

Irrevocable Letter of Credit # _____

Beneficiary:
Town of Collierville
500 Poplar View Parkway
Collierville, TN 38017

Applicant:
Name _____
Street Address _____
City, State & Zip _____

Amount: _____

Expiration Date: _____

We hereby issue in your favor this irrevocable standby Letter of Credit which is available by payment of your draft at sight drawn on **(Name of Bank)** bearing the clause "Drawn under Letter of Credit **(Number of Letter of Credit)** issued by **(Name of Issuing Bank)**" when accompanied by the following documents:

1. An official statement from the Town of Collierville that **(Applicant's Name)** has failed to comply with the terms of its development contract with the Town of Collierville in regard to the project known as **(Project name as it appears on the Development Agreement)**.
2. The original Letter of Credit.

Presentation of this Letter of Credit for payment may be made at the office of _____ **(Bank)** at _____ **(Address)** by causing same to be delivered by recognized national carrier without the necessity of the physical presence of a representative of the Beneficiary. The Issuer and the Beneficiary agree that any litigation with regard to this Letter of Credit shall be held before a Court of appropriate jurisdiction in Shelby County, Tennessee.

This Letter of Credit **(Number)** is valid for one calendar year from **(Date of Issue)** and is automatically renewable for additional one-year periods without any effort on the part of the Town of Collierville until the aforesaid development contract is satisfied in full.

Should **(Name of Bank)** decide not to renew this Letter of Credit **(Number)**, **(Bank)** agrees to notify the Town of Collierville in writing ninety (90) days prior to its expiration date, certified mail return receipt requested, at which time the Town of Collierville can draw up to the full face value of the Letter of Credit **(Number)**.

This Letter of Credit **(Number)** is subject to the Uniform Customs and Practice for Documentary Credits (1993 Revision), International Chamber of Commerce - Publication 500.

Signature: _____
Official Bank Representative