

## Letter of Credit Example

Financial Institution Letterhead

\_\_\_\_\_ (Date) \_\_\_\_\_

Irrevocable Standby  
Letter of Credit No. \_\_\_\_\_

**Beneficiary:**

City of Coquitlam  
3000 Guildford Way  
Coquitlam, BC V3B 7N2

**Applicant:**

(Company Name)  
(Company mailing address)

**Re:** \_\_\_\_\_ (Coquitlam File number, legal description, property address, type of work to be performed)

At the request of, and for the account of \_\_\_\_\_, we hereby establish in your favor our Irrevocable Clean Letter of Credit No. \_\_\_\_\_ for a sum not exceeding \_\_\_\_\_.

The credit shall be available to you by sight drafts drawn on \_\_\_\_\_ (Metro Vancouver branch location) \_\_\_\_\_ when supported by your written demand for payment made upon us.

We hereby agree with the drawers, endorsers and holders, in due course, of the draft drawn under this credit, that such draft will be duly honoured provided that the drafts are drawn and presented not later than \_\_\_\_\_ (Date: minimum one year) .

We shall honour your demand without inquiring as to whether you have right as between yourselves and our said customer.

Partial Drawings are permitted.

This Letter of Credit will remain in the possession of the City of Coquitlam until full payment has been received or the Letter of Credit has been superseded. At that time this document will be returned to \_\_\_\_\_ (Issuing Bank) .

It is a condition of this Letter of Credit that it shall be deemed to be automatically extended without amendment for a further one (1) year term from the present or any future expiration date hereof, unless at least 30 days prior to the present or any future expiration date, we notify you in writing by courier or registered mail that we elect not to consider this Letter of Credit to be extended for any additional period.

( 2 signing officers )

\_\_\_\_\_  
(Title)

\_\_\_\_\_  
(Title)

- \* Letter of Credit must not contain a statement to the effect that any special certificates or documents need accompany any draw on the Letter.
- \* In the event of a draw on a Letter of Credit we shall provide a signed sight draft. Coquitlam will not forward the original Letter of Credit.
- \* Issuing bank or credit union must be in the Metro Vancouver area.
- \* Coquitlam's sight drafts will be signed but not endorsed.