

Sample Letter of Credit for Forest Conservation

All Letters of Credit should be submitted on official letterhead of the lending institution.

Date of Issue:

Date of Expiry:

Issue Number:

Beneficiary: Board of County Commissioners of Washington County, Maryland
100 West Washington Street
Hagerstown, MD 21740

Re: Irrevocable Letter of Credit

Gentlemen:

We hereby establish our irrevocable letter of credit in your favor and by order of (applicants name and Address) as Principal, and (name of lending institution), a Corporation duly licensed to do business in the State of Maryland, as surety, are held and firmly bound unto the Board of Washington County Commissioners of the State of Maryland, as obligee, in the amount of [XXXXXX Dollars and XXXX cents (\$0.00)]. These funds are available by your sight draft, containing the name of (name of lending institution), the Issue Number, the Date of Issue and be accompanied by a signed statement that the funds are being drawn in accordance with the executed agreement contained in the Final Reforestation Plan for Washington County.

It is a condition of this letter of credit that it shall be deemed automatically extended without amendment in one (1) year periods up to four (4) years from the date of county approval upon installation. Cancellation of this document by any party other than Washington County shall be required to be received by certified letter, return receipt requested, at least 60 days prior to cancellation.

Partial release is allowable, provided that written approval is granted by Washington County.

Requests for reduction or cancellation shall be submitted to Washington County Planning Department, 80 West Baltimore Street, Hagerstown, MD 21740.

This letter of credit is not transferable or assignable without written consent of (name of lending institution).

This credit is subject to the "Uniform Customs and Practice for Documentary Credits (1994 Revision) International Chamber of Commerce, Brochure No. 500.

Signed,

(Printed Name)
(Title)