

**NOTE: THE LETTER OF CREDIT MUST BE PRESENTED ON BANK LETTERHEAD**

BENEFICIARY:  
**RLI INSURANCE COMPANY**  
8 GREENWAY PLAZA, SUITE 400  
HOUSTON, TEXAS 77046 *(THIS ADDR MUST BE USED)*

ISSUE DATE:  
AMOUNT:  
EXPIRY:  
LETTER OF CREDIT #:

WE HAVE ESTABLISHED THIS CLEAN, IRREVOCABLE LETTER OF CREDIT # \_\_\_\_\_ FOR THE ACCOUNT OF: \_\_\_\_\_

ADDRESS: \_\_\_\_\_

IN YOUR FAVOR AS BENEFICIARY FOR DRAWING UP TO U.S. \$ \_\_\_\_\_ (\_\_\_\_\_/100 UNITED STATES DOLLARS) EFFECTIVE IMMEDIATELY. THIS LETTER OF CREDIT IS ISSUED, PRESENTABLE AND PAYABLE AT OUR OFFICE LOCATED AT, \_\_\_\_\_ (Insert Bank Name & Address)

ATTN: LETTER OF CREDIT DEPARTMENT AND EXPIRES WITH OUR CLOSE OF BUSINESS ON DATE: \_\_\_\_\_ EXCEPT WHEN THE AMOUNT OF THIS LETTER OF CREDIT IS INCREASED, THIS CREDIT CANNOT BE MODIFIED OR REVOKED WITHOUT YOUR CONSENT.

THE TERM "BENEFICIARY" INCLUDES ANY SUCCESSOR BY OPERATION OF LAW OF THE NAMED BENEFICIARY. IF A COURT OF LAW APPOINTS A SUCCESSOR IN INTEREST TO THE NAMED BENEFICIARY, THEN THAT NAMED BENEFICIARY INCLUDES AND IS LIMITED TO THE COURT APPOINTED DOMICILIARY RECEIVER (INCLUDING CONSERVATOR, REHABILITATOR OR LIQUIDATOR), IN WHICH CASE A COPY OF THE COURT'S APPOINTMENT OF A SUCCESSOR MUST BE PRESENTED WITH ANY DRAWINGS UNDER THIS LETTER OF CREDIT.

WE HEREBY UNDERTAKE TO PROMPTLY HONOR YOUR SIGHT DRAFT(S) ON US, INDICATING OUR CREDIT NO. \_\_\_\_\_ FOR ALL OR ANY PART OF THIS CREDIT UPON PRESENTATION OF YOUR DRAFT DRAWN ON US AT OUR OFFICE SPECIFIED IN PARAGRAPH ONE ON OR BEFORE THE EXPIRATION DATE HEREOF OR ANY AUTOMATICALLY EXTENDED EXPIRY DATE.

EXCEPT AS EXPRESSLY STATED HEREIN, OUR UNDERTAKING IS NOT SUBJECT TO ANY AGREEMENT, REQUIREMENT OR QUALIFICATION. THE OBLIGATION OF \_\_\_\_\_ (Insert Bank Name) UNDER THIS CREDIT IS THE INDIVIDUAL OBLIGATION OF \_\_\_\_\_ (Insert Bank Name) AND IS IN NO WAY CONTINGENT UPON REIMBURSEMENT WITH RESPECT THERETO, OR UPON OUR ABILITY TO PERFECT ANY LIEN, SECURITY INTEREST OR ANY OTHER REIMBURSEMENT.

ANY DRAWINGS UNDER THIS STANDBY LETTER OF CREDIT MUST BE ACCOMPANIED BY THE ORIGINAL OF THIS LETTER OF CREDIT AND SUBSEQUENT AMENDMENT(S), IF ANY.

THIS LETTER OF CREDIT IS DEEMED TO BE AUTOMATICALLY EXTENDED WITHOUT AMENDMENT FOR ONE YEAR FROM THE PRESENT EXPIRATION DATE OR ANY FUTURE EXPIRATION DATE UNLESS 60 DAYS PRIOR TO SUCH EXPIRATION DATE, WE NOTIFY YOU BY REGISTERED MAIL OR COURIER SERVICE THAT THIS LETTER OF CREDIT WILL NOT BE RENEWED FOR ANY SUCH ADDITIONAL PERIOD.

THIS LETTER OF CREDIT IS SUBJECT TO AND GOVERNED BY THE LAWS OF THE STATE OF \_\_\_\_\_ AND THE 2007 REVISION OF THE UNIFORM CUSTOMS PRACTICE FOR DOCUMENTARY CREDITS OF THE INTERNATIONAL CHAMBER OF COMMERCE PUBLICATION NO. 600 AND IN THE EVENT OF ANY CONFLICT THE LAWS OF THE STATE OF \_\_\_\_\_ WILL CONTROL. IF THIS CREDIT EXPIRES DURING AN INTERRUPTION OF BUSINESS AS DESCRIBED IN ARTICLE 36 OF SAID PUBLICATION 600, THE BANK HEREBY SPECIFICALLY AGREES TO EFFECT PAYMENT IF THE LETTER OF CREDIT IS DRAWN AGAINST IT WITHIN 30 DAYS AFTER RESUMPTION OF BUSINESS. THIS BANK SHALL BE UNDER NO OBLIGATION TO NOTIFY THE BENEFICIARY OF THE CLOSING OF THIS BANK DUE TO ONE OF THE AFORESAID REASONS AND THIS BANK SHALL HAVE NO OBLIGATION TO NOTIFY THE BENEFICIARY OF THE RE-OPENING DATE OF THIS BANK, EXCEPT UPON INQUIRY BY THE BENEFICIARY TO THE BANK ON OR AFTER THE DATE OF SUCH RE-OPENING.

\_\_\_\_\_  
AUTHORIZED SIGNATURE

\_\_\_\_\_  
AUTHORIZED SIGNATURE