

EXAMPLE OF AN ACCEPTABLE  
IRREVOCABLE LETTER OF CREDIT

**ABC BANK OF GEORGIA  
1234 Main Street  
Anytown, GA 30000  
(555) 555-5555**

**January 1, 0000**

IRREVOCABLE LETTER OF CREDIT NO. **1234567**

Macon-Bibb County Board of Commissioners  
c/o Macon-Bibb County Engineering Department  
780 Third Street  
Macon, GA 31202-3282

Re: **USA Subdivision, Phase I, Sec. I**  
Amount: **ONE DOLLAR AND 00/100 (\$1.00)**

Gentlemen:

We hereby open an Irrevocable Letter of Credit in favor of the Macon-Bibb County Board of Commissioners for the account of **John Doe's Development Company** for a sum not to exceed the aggregate of **\$1.00 (One dollar and 00/100)** available by your draft(s) on **ABC Bank of Georgia** at sight to be accompanied by the following documents:

*Insert one of the statements listed below.*

*Use Statement No. 1 for Letters of Credit to insure that developer will complete construction of subdivision.*

*Use Statement No. 2 for Letters of Credit to insure that developer will perform maintenance of the roads during the first year following construction.*

(1) Statement indicating that work was not completed in a satisfactory manner according to Macon-Bibb County specifications for **USA Subdivision, Phase I, Sec. I**, Macon-Bibb County, Georgia.

(2) Statement indicating that proper maintenance was not performed during the one-year maintenance period in accordance with Bibb County ordinance for **USA Subdivision, Phase I, Sec II** consisting of **First Street, Second Street, Third Street and Fourth Street**.

Drafts drawn under this letter of credit must be marked "drawn under **ABC Bank of Georgia, 1234 Main Street, Anytown, GA 30000**, letter of credit number **1234567**, dated **January 1, 0000** and must be negotiated on or before **January 1, 0000**", on which date this letter of credit expires.

We hereby engage with bona fide holders, endorsers, and drawers of such drafts that are drawn under and in compliance with the terms of this letter of credit that same will meet with due honor on presentation and delivery of the documents to **ABC Bank of Georgia**.

Very truly yours,

By: **(signature)**  
**Seymour Money, Executive Vice President**