

IRREVOCABLE LETTER OF CREDIT

(Name of Bank)

(Address of Bank)

To: City of Pueblo
1 City Hall Place
Pueblo, CO 81003

NO.: _____

DATE: _____

EXPIRY DATE: _____

AMOUNT: _____

Gentlemen:

We hereby open and establish an irrevocable and unconditional Letter of Credit in your favor and authorize you to draw on the _____ (Name of Bank), for the account of _____ (Name of Subdivider/Developer), whose address is _____, up to an aggregate amount of _____ dollars (\$ _____), available by your draft or drafts on us at sight for the construction and completion of the public improvements listed in Exhibit "B", which is attached hereto and incorporated herein, in _____, a subdivision of the City of Pueblo, Colorado.

Drafts drawn pursuant to this letter of credit must be accompanied by a written statement in the form attached hereto as Exhibit "A", from the Director of Public Works of the City of Pueblo specifying the costs to then construct and complete the required public improvements and demanding payment of that amount. Upon receipt of such written demand and draft, we shall, without further action or notice, immediately pay to the City the amount demanded or the stated amount of the Letter of Credit, whichever is less.

All drafts drawn under this letter of credit shall bear the clause DRAWN UNDER _____ (Name of Bank and Letter of Credit Number) dated _____, _____, and be in the form attached hereto as Exhibit "A".

We hereby authorized the drawers, endorsers and bona fide holders of drafts drawn under and in accordance with the terms of this Letter of Credit that the same shall be duly honored and paid upon presentation at our office on or before the above stated Expiry Date.

It is a condition of this Letter of Credit that it is deemed to be automatically extended without amendment for one year from the expiry date hereof, or any future expiration date, unless at least 90 days prior to any expiration date we notify you at your address above by registered mail or overnight courier service that we elect not to consider this Letter of Credit renewed for any such additional period. In that event, you may draw hereunder on or prior to the then relevant expiration date, up to the full amount than available hereunder, against your sight draft(s) on us, bearing the number of this Letter of Credit.

This letter of credit shall be assignable.

Very truly yours,

(Name of Bank)

By: _____
(Authorized Signature & Title)

EXHIBIT "A"

TO:

DRAWN UNDER

BANK LETTER OF CREDIT NO.:

DATED: _____

ON SIGHT PAY TO THE ORDER OF THE CITY OF PUEBLO, COLORADO \$ _____
(_____ DOLLARS)

VALUE RECEIVED AND CHARGE TO ACCOUNT OF

The undersigned Director of Public Works of the City of Pueblo does hereby state and specify that the costs as of this date to construct and complete the required improvements described in Exhibit "B", attached to the above mentioned Letter of Credit are \$ _____
(_____ Dollars)
and immediate payment of that amount is hereby demanded from the above named Bank.

Dated this _____ day of _____, _____.

CITY OF PUEBLO
DEPARTMENT OF PUBLIC WORKS

By: _____
(Director)

(Seal of the
City of Pueblo)