

**Catawba County "Sample" No Contest Irrevocable Letter of Credit**

(To be typed on Bank's letterhead)

STATE OF NORTH CAROLINA, COUNTY OF \_\_\_\_\_  
IRREVOCABLE LETTER OF CREDIT NO. \_\_\_\_\_

(Name of Bank)  
Address: (Including branch, if any)

Date: \_\_\_\_\_

TO: Catawba County  
C/O County Manager  
PO Box 389  
Newton, NC 28658

(SEAL)

Sir:

We hereby open our irrevocable credit in your favor by your drafts at sight on us for a sum not exceeding \$ \_\_\_\_\_ for the account of \_\_\_\_\_ hereinafter known as "Customer". When presented for negotiation, drafts must be accompanied by the signed statement of the Catawba County Manager that drawing is due to default or failure to perform by Customer, the following improvements in the \_\_\_\_\_ Development on or before the \_\_\_\_ day of \_\_\_\_\_, 20 \_\_.

List improvements here: \_\_\_\_\_

The term of this irrevocable credit is either through and including the \_\_\_\_ day of \_\_\_\_\_, 20 \_\_ or upon written notice from the Catawba County Manager that the required improvements have been timely completed, whichever is earlier.

Acting through the Catawba County Manager, you will notify us when either of the following occurs:

1. The required improvements have been timely completed and the credit may be released; or
2. The Customer has failed to perform or is in default thereunder. All drafts drawn hereunder must be marked as follows:

The amount of any draft drawn under this credit must, concurrently with negotiation, be endorsed on the reverse side hereof, and the presentation of any such draft shall be a warranty by the negotiating bond that such endorsement has been made.

This Letter of Credit shall be transferable and/or assignable to only Catawba County.

This Letter of Credit, except as otherwise expressly provided herein, is governed by the Uniform Commercial Code in force in the State of North Carolina on the date hereof.

Very truly yours,

(Name of Bank)

Address of Catawba County Office

By: \_\_\_\_\_

(Authorized Signature)