

To: The Manager
The Hongkong and Shanghai Banking Corporation Limited

LETTER OF AUTHORISATION

Letter of Guarantee/Bond Number : _____

for _____

Favouring _____

In consideration of your agreeing at our request to issue the above Guarantee/Bond (the "Guarantee"), we agree to the following :-

1. We irrevocably and unconditionally authorise you to debit our [current] account number _____ [or such other account(s) as we may notify you in writing] ("the Account") an amount up to the equivalent of [100%/110%] of the value of the Guarantee ("the Margin Deposit"). The Margin Deposit shall be transferred to and held by you as security for our obligations under the Guarantee, and for all monies and liabilities (whether actual or contingent) owing by us to you from time to time and you are at liberty, and without notice or reference to us, to apply any part or all of the Margin Deposit to satisfy our liabilities to you for sum or sums payable under the Guarantee at any time.
2. In the event the monies in the Account are denominated in a currency that is different from the currency of denomination of the Guarantee, we authorise you to convert such amount in the Account as you require at the spot rate of exchange [on the date of transfer of the Margin Deposit as aforesaid].
3. We acknowledge that no interest shall accrue on the Margin Deposit.
4. We are aware that any unutilised amount of the Margin Deposit remaining 30 days after cancellation of the Guarantee shall be credited to the Account.
5. In addition to the above, we agree to execute and deliver to you the Bank's Letter of Set-Off In Respect of Deposits/ Credit Balances/Marginal Deposits ("Letter of Set-Off"). The Letter of Set-Off shall be in addition to, and without prejudice to, the rights conferred upon you in this letter.
6. The protection conferred upon the Bank under this letter is in addition to its rights under the Counter Indemnity dated _____.

This letter shall be governed by the laws of Singapore.

Authorised Signature(s)

Name(s) & Title(s) :

Date :

Please affix company stamp here