

[Date]

[Borrower Name]

[Borrower Address]

[City, State, Zip Code]

**RE: Commitment for Syndicated Standby Letter of Credit Facility**

Dear [Contact Person Name],

This commitment letter (the "Commitment Letter") sets forth the agreement between [**Lead Arranger Bank Name**] ("Lead Arranger"), the financial institutions party hereto (collectively, the "Lenders"), and [**Borrower Name**] (the "Applicant") regarding the establishment of a syndicated standby letter of credit facility (the "Facility").

**1. The Facility:** The Lenders commit to provide a syndicated standby letter of credit facility in the aggregate principal amount of up to [**Amount and Currency**].

**2. Purpose:** The Facility shall be used exclusively for [**State Purpose, e.g., securing performance obligations, financial guarantees, etc.**].

**3. Roles:**

- **Lead Arranger:** [Name of Bank]
- **Administrative Agent:** [Name of Bank]
- **Issuing Bank:** [Name of Bank]

**4. Key Terms:**

- **Tenor:** [Number] months/years from the date of issuance.
- **Commitment Fee:** [Percentage]% per annum on the unused portion of the Facility.
- **LC Issuance Fee:** [Percentage]% per annum on the outstanding face amount of each Letter of Credit.
- **Fronting Fee:** [Percentage]% per annum payable to the Issuing Bank.

**5. Conditions Precedent:** The commitment of the Lenders is subject to the satisfaction of the following conditions:

- Execution of definitive credit documentation and security agreements.
- Delivery of certified organizational documents and legal opinions.
- No material adverse change in the financial condition of the Applicant.
- Completion of "Know Your Customer" (KYC) and anti-money laundering due diligence.

**6. Governing Law:** This Commitment Letter shall be governed by and construed in accordance with the laws of [**Jurisdiction/State**].

**7. Expiration:** This offer will expire at **[Time]** on **[Date]** unless accepted by the Applicant in writing prior to such time.

If the foregoing terms are acceptable, please indicate your agreement by signing and returning the enclosed copy of this letter.

Sincerely,

**[Lead Arranger Bank Name]**

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By: [Name]

Title: [Title]

**Accepted and Agreed:**

**[Borrower Name]**

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By: [Name]

Title: [Title]

Date: [Date]