

[Company Letterhead]

[Date]

To:

The Manager,

[Bank Name]

[Bank Branch Address]

Subject: Authorization for Margin Deduction for Letter of Credit

Dear Sir/Madam,

With reference to our application dated [Date] for the issuance of a Letter of Credit (LC) in favor of [Beneficiary Name] for an amount of [Currency and Amount], we hereby provide our formal authorization for the margin requirements.

Please deduct a margin of [Percentage]% amounting to [Currency and Amount] from our Account Number: [Your Account Number] maintained with your branch.

We understand that this margin amount will be held by the bank as security for the aforementioned Letter of Credit until its expiry or until the bank is relieved of its liability under the said instrument.

We further authorize the bank to debit our account for any applicable commissions, postage, swift charges, and other incidental expenses related to the issuance of this LC.

Thank you for your cooperation.

Yours faithfully,

[Authorized Signature]

[Name and Title]

[Company Seal/Stamp]