

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 account number \_\_\_\_\_ ("the Account") an amount up to the equivalent of \_\_\_\_\_ % of the value of the Guarantee ("the Margin Payment "). The Margin Payment 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 Payment 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 Payment as aforesaid.
3. We acknowledge that no interest shall accrue on the Margin Payment.
4. We are aware that any unutilised amount of the Margin Payment shall be credited to the Account after the expiry of one calendar month after (a) the return of the Guarantee to you for cancellation by the beneficiary of the Guarantee or (b) in the event the Guarantee has been destroyed, lost or otherwise not available for return, your receipt of written notice from the beneficiary of the Guarantee that you are released from all liability thereunder.
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/Margin Payments ("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 or Blanket Counter Indemnity (as applicable) relating to the Guarantee executed or to be executed by us.

This letter shall be governed by the laws of Singapore.

\_\_\_\_\_  
Authorised Signature(s)

\_\_\_\_\_  
Please affix company stamp here

Name(s) & Title(s) : \_\_\_\_\_

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