

**MILK SUBDEALER'S
SAMPLE COPY – LETTER OF CREDIT
(MUST BE ON FINANCIAL INSTITUTION'S LETTERHEAD)**

IRREVOCABLE LETTER OF CREDIT NO. _____
FOR LICENSING PERIOD: JULY 1, 20____through JUNE 30, 20____, **AND ANNUAL RENEWALS
THEREAFTER**

EXPIRATION DATE: _____
AMOUNT: (\$) _____

Commonwealth of Pennsylvania
Milk Marketing Board
2301 North Cameron Street
Harrisburg, PA 17110-9408

Date: _____

We hereby authorize you to draw on _____, for
(Name of Bank or Trust Company)
the account of _____, up to
(Name and Address of SubDealer)
an aggregate amount of _____ Dollars(\$)
available by your drafts at sight.

Drafts must be accompanied by a Pennsylvania Milk Marketing Board Citation alleging that the above-named subdealer is in violation of the Milk Marketing Law, regulations thereunder, or the bond secured by this letter, with respect to the timely payment of any milk purchased from milk dealers during the licensing period above and subsequent annual renewals thereafter.

Partial drawings are permitted.

Drafts must indicate "Drawn against Letter of Credit No. _____."

Expiration Date: December 31, for the initial licensing period above and on December 31 of subsequent years for each annual renewal thereafter. This letter automatically renews annually on July 1, unless the Bank notifies the Milk Marketing Board prior to June 15 of the then current licensing period, in writing, of its intent not to renew this letter for a subsequent licensing period. This letter will remain in effect through December 31, following the last covered license period, unless released by the Milk Marketing Board.

This letter is governed by Pennsylvania law, and the forum for settling any disputes arising from it shall be Pennsylvania.

(Authorized Signature)

(Typed Authorized Signature)

(Title)

(Telephone Number)