

BC HYDRO

2002/03 GREEN POWER GENERATION CALL FOR TENDERS

FORM OF LETTER OF CREDIT FOR TENDER SECURITY

[Issuing Bank Name & Address]

Date Of Issue: , 20

Irrevocable Standby Letter of Credit

[Number]

Applicant:

Beneficiary:

British Columbia Hydro and Power Authority

Amount:

Advising Bank: Bank of Montreal

Main Branch, Vanc. BC

Maximum

S.W.I.F.T.: BOMCA8V

At the request of and for the account of , we, Bank of , hereby establish in your favour our irrevocable standby Letter Of Credit (Number) in the aggregate amount of .

This credit is available with Bank of Montreal, by negotiation, against presentation of following documents:

- (1) Your signed written demand specifying the amount claimed (not exceeding), and certifying that such amount is due to you by who have defaulted in their obligation to execute an Electricity Purchase Agreement and/or their obligation to deliver certain Development Security.
- (2) This original credit must be presented with your demand for payment for endorsement purposes.

Charges for advising this credit by the Advising Bank are for the Beneficiary's account.

Partial Drawings Are Allowed.

This credit expires on , 20 , at the counters of Bank of Montreal, Main Branch, Vancouver, BC. However, it is a condition of this credit that it will be automatically extended for a further one year period from the present or any future expiry date unless at least ninety (90) days prior to such expiry date we notify you in writing by courier, S.W.I.F.T., or registered mail that we elect not to consider this credit to be extended for any additional period.

Bank to bank reimbursement instructions.....

This credit is subject to the uniform Customs and practice for documentary credits (1193 Revision, International Chamber of Commerce, Paris, France, Publication No. 500). Notwithstanding Article 17 of said publication, if this standby credit expires during an interruption of business as described in Article 17, we agree to effect payment if this standby credit is drawn within 15 days after resumption of business.

Authorized Signing Officer

Bank

Authorized Signing Officer

Bank