



ARKANSAS

ENERGY & ENVIRONMENT

IRREVOCABLE STANDBY LETTER OF CREDIT

Date: _____

Expiration Date: _____

We establish our Irrevocable Letter of Credit No. _____
in favor of the Arkansas Department of Energy & Environment (Department) for the financial assurance that
_____ will comply with the

Name of Operator

reclamation requirements of the Arkansas Quarry Operation Reclamation and Safe Closure Act (Act) on all lands
affected by mining operations at the _____

Name of Quarry

quarry up to the aggregate amount of _____ dollars (\$ _____)
available by your sight drafts on us.

Drafts for payment must be accompanied by:

1. Your sight draft, bearing reference to this Letter of Credit No. _____; and

2. A notice of bond forfeiture signed by the Secretary of the Department.

It is a condition of this Letter of Credit that it will not expire for a period of no less than one (1) year upon issuance
and that it will be automatically extended for a period of one (1) year upon each successive expiration date until
such time that the mining operation has been fully reclaimed and released by the Department. We agree that we will
provide the Department and the Operator with a verification of the annual extension to this Letter of Credit.

If at least ninety (90) days before the current expiration date, we notify both the Department and

Name of Operator

by Certified Mail that we will not extend this Letter of Credit beyond the current expiration date and

Name of Operator

provides an acceptable alternative bond as a replacement, this Letter of Credit can be withdrawn upon written release
from the Department otherwise the Letter of Credit must remain in full force.

We hereby agree that drafts drawn under and in accordance with the terms of this Letter of Credit will be duly
honored upon presentation and delivery of the documents as specified above.

Bank/Financial Institution

Official's Signature: _____

Official's Name: _____

Official's Title: _____

Institution's Name: _____

Street Address: _____

Phone Number: _____