

SCHEDULE "A": LETTER OF CREDIT REQUIREMENTS

Any Irrevocable Letter of Credit provided as security by the Developer shall contain provisions for either:

(a) a covenant by the issuer that if the issuer has not received a release from the Municipality Thirty (30) days prior to the expiry date of the security, then the security shall automatically be renewed, upon the same terms and conditions, for a further period of One (1) year; or

(b) a right on the part of the Municipality to draw upon the full amount of the Irrevocable Letter of Credit, or any portion thereof, in the event that the Municipality has not received a replacement letter, or confirmation of an extension or renewal of the existing letter, at least Sixty (60) days prior to the expiry of the security.