

Buyer Letterhead!

Address

LETTER OF INTENT

Date: _____

To: _____

Dear _____,

We (the Buyer) hereby confirm with full legal and corporate responsibility and under penalty of perjury that we are ready, willing and able to enter into a contract for the purchase of Gold as described in Appendix A.

We confirm that we agree with the terms, conditions and procedure described in Appendix A and wish to proceed to a Sales and Purchase Agreement.

We confirm that our bank is ready to issue the payment guarantee.

A fully refundable Warehouse lodgement fee of USD \$1,500 will be paid to the Seller upon execution of the Sales and Purchase Agreement.

We confirm the following details:

1.	Quantity and Term	
2.	Desired LBMA Refinery & City	
3.	First Tranche Quantity	400kg
4.	Name of Bank & City	
5.	Payment Guarantee	DLC MT700
6.	Company Registration for Buyer Company	Attached
7.	Company CIS & KYC	Attached
8.	Color copy of Signatory's Passport	Attached

This contract will include all future rolls and extensions.
Contained herein is the CIS and Passport of the Buyer.

Executed by the Buyer:

Corporation: _____

Company Number: _____

Address: _____

Full Name: _____

Position: _____

Signature and Company Seal:

Initials: _____

“Expired, Recyclable and Used” Au Metal Bullion Offer

Location	Dubai, Canada, USA, Australia, Europe, Asia	
Available Quantity in Location	Approx. 400MT per location, easily replenishable as lifted	
Delivery Location	Buyer’s Chosen LBMA recognized refinery	
Contract Amount	Buyer’s desired quantity, frequency and term	
Transaction Place	Buyer’s Refinery of Choice (LBMA). Funds sent to Seller’s Bank	
Restrictions	No transactions in Switzerland or any sanctioned countries	
Currency	USD or Euros	
Options	<u>OPTION 1 – 400kg</u>	<u>OPTION 2 – 4.8MT</u>
First Tranche (non-negotiable)	400kg	4.8MT
Discount	LBMA -9% gross / -6% net	LBMA -12% gross / -9% net
Commissions	1.5% Seller (closed) 1.5% Buyer (open)	1.5% Seller (closed) 1.5% Buyer (open)
Purity	99.95%	99.95%
Bullion Form	1kg and/or 12.5kg bars	
Hallmark Age	More than 5 years currently. Will be one (1) day old when final paperwork is delivered to Buyer.	

Procedures:

1. Buyer sends Letter of Intent including
 - a) Quantity and Term,
 - b) Desired LBMA Refinery & City,
 - c) First Tranche Quantity,
 - d) Name of Bank & City,
 - e) Chosen Payment Guarantee
 - i. Company Registration for Buyer Company
 - ii. Company CIS & KYC
 - iii. Color copy of Signatory’s Passport

2. The Buyer and The Seller will sign and seal this Integrated FCO and Sales and Purchase Agreement (SPA) with their full banking coordinates. IMFPA is incorporated into the SPA.

3. Both parties shall then each lodge one original copy of this Integrated FCO and Sales and Purchase Agreement (SPA) with their respective banks.

4. Within three (3) banking days after submission of this Agreement to parties’ banks, The Buyer’s bank issues an Authenticated SWIFT MT999 RMA by advising the receiving bank the readiness to send the [\(Payment Guarantee\)](#) and to set up RMA (SWIFT KEYS) between parties’ banks.

5. Within three (3) banking days (subject to the final decision of banking compliance) after Seller’s bank reply and accept Buyer’s MT999 RMA, Buyer’s bank issues a SWIFT MT199 RWA and advise

Initials: _____

readiness to issues ([Payment Guarantee](#)).

6. Within two (2) banking days, receipt of SWIFT MT199 RWA after validation and authentication by the End Seller's bank, the End Seller's bank issues a Proof of Product (POP) via SWIFT MT600 (nonspecific).
7. Within Five (5) banking days upon receipt, validation and authentication of POP by the Buyer's bank, Buyer's bank issues ([Payment Guarantee](#)).
8. Seller's bank issues full POP via SWIFT MT600 and Performance Bond 2% to activate ([Payment Guarantee](#)), and become operational.
9. The Buyer along with an assayer of your choice will then be invited to the Seller's security warehouse for a physical viewing/inspection.
10. Within 3 banking days of the physical inspection, the Seller will transport the mutually agreed quantity to the refinery designated by the Buyer at the Seller's expense.
11. In the event that the Seller shall fail to deliver any mutually agreed quantity to the Buyer's appointed refinery within 5 days of the expected date, the Buyer shall be entitled to the 2% Performance Bond payment.
12. After refinement and the Refinery Final Assay Report issued by the Buyer's refinery, the buyer will settle payment in full for an equal amount of precious metals within 5 banking days to the Seller. The transfer of the Precious Metal Holder is made against final payment. Then the title deed of equal amount will be transferred to the Buyer. Payment will be made by MT103 Cash Transfer without any delay within 5 banking days after the issuance of the assay report by the LBMA ACCREDITED refinery. The Seller shall pay the fees as per the IMFPA.

Please select one of the following Payment Guarantee options

Note: ([Payment Guarantee](#)) (Options)

A. Non-Operational , Conditional, Irrevocable, Confirmed, Revolving, Transferable and assignable Letter of Credit (LC) via SWIFT MT700

Proof of Product document shall include (via SWIFT MT600 from HSBC London):

1. Deposit Confirmation Letter (DCL) with proof of ownership
2. Logistical Reports
3. Insurance Certificate Number

*There is an option to "Fast Track" the Bank-to-Bank procedures at the comfort level of the Buyer. The table below outlines the options between Standard Procedure and Fast Track.

Initials:_____

	Standard Procedure	Fast Track
Steps	1. Lodge SPA with Bankers 2. Buyer's/Seller's Banks ensure RMA is established 3. Buyer's Bank sends MT199 POF and RWA 4. Seller's Bank sends MT600 POP (nonspecific) 5. Buyer's Bank issues Payment Guarantee 6. Seller's Bank issues Performance Bond 7. Buyer's Payment Guarantee becomes "Operational"	1. Lodge SPA with Bankers 2. Buyer's Bank sends Payment Guarantee (Non-Operational) 3. Seller's Bank sends MT600 POP and 2% Performance Bond 4. Buyer's Payment Guarantee becomes "Operational"
Key Differences	A. Payment Guarantee is typically "Non-Transferable" B. Five steps to get to MT600 POP	A. Payment Guarantee needs to be "Transferable" B. Two steps to get to MT600 POP

Warehouse Lodgement Fee:

Upon execution of the Sales and Purchase Agreement, a fee of USD \$1,500 will be payable to the Seller to cover lodgement and scheduling of the stock from the Warehouse.

This Warehouse Lodgement Fee is refundable upon payment of the first tranche.

Delivery to a non-accredited LBMA refinery:

All Gold bars are hallmarked by an accredited LBMA refinery and come with an original assay report detailing the purity of the gold (99.95% or better). This original assay report is issued and certified by the same accredited LBMA refinery specified by the hallmark.

If the Gold is shipped to another **accredited** LBMA refinery and assayed, the assay report conducted by the destination LBMA accredited refinery can be used as the basis for calculating the value of the Gold and payment for the tranche.

If the Gold is shipped to a **non-accredited** LBMA refinery and assayed, this final assay report cannot be used to calculate the final value of the Gold. The original assay report that comes with the Gold and is issued by the refinery specified on the hallmark, will be used to verify the purity and value of the Gold.

New Certification of Gold

The Buyer will receive a fresh assay certificate from the LBMA refinery as hallmarked on the Gold. The new certificate will register the Gold as 1-day old investment grade fully bankable Gold. The purity of the Gold will be the same as specified on the original certificate.

Initials: _____