**Letter of Guarantee**

**For the Purposes of Conducting Money Changing Business in the Kingdom**

**No:**

**Date:**

**Dear, Saudi Central Bank (Headquarters)**

Whereas our Client **(License applicant name)** requested to obtain a license from SAMA under the name ........................ for the Purposes of Conducting Money Changing Business as per the provisions of Rules Regulating Money Changing Business;

we (Bank’s name), under this guarantee, pledge an unconditionally and irrevocably to pay you an amount of (in numbers) Saudi riyals (only SAR.................). It is the value of the guarantee stipulated in Paragraph (I / C / 2) of Article (6) of the Rules Regulating Money Changing Business, as follows:

1. To pay immediately, upon your written request, regardless of any objection from the license applicant or from any other party, this amount or any sums you request to pay, provided that they do not in total exceed the aforementioned amount either by transferring such amount to your account or by any other method you deem acceptable.
2. Any payments made upon your request will be net and free of any current or future deductions to pay any taxes, enforcements, fees, expenses, charges, deductions or withholdings regardless of their nature or the authority imposing them.
3. Undertakings contained in this guarantee constitute direct basic, unconditional and irrevocable obligations on us. We shall not be relieved from all or some of these obligations for any reason, regardless of its nature or source, such as a change in the terms, requirements and procedures for licensing, a change of periods specified for such procedures, a change in the information provided in the license application, a change in the type or nature of the activity or activities to be licensed, a default or any action or procedure on your part, on the license applicant part, or on the part of others that may exempt or relieve our party of its obligations and responsibilities stipulated in this guarantee.
4. This guarantee remains valid until the end of the date of day.../month.../year... This guarantee is automatically renewable for a period of (90) days from its first date of its expiry or from the date of expiry of any subsequent extensions until we have received a written notification from SAMA to cancel the guarantee or pay its value.
5. We acknowledge and confirm that the value of this guarantee does not exceed 20% (twenty percent) of the total paid-up capital and reserves of the bank.
6. Any dispute regarding this guarantee shall be settled by the competent authorities in the Kingdom of Saudi Arabia alone and in accordance with the Saudi laws, decisions, regulations and instructions.

Issuance Date: Bank……….

Signature:

Stamp: