

Global Trading Company, Limited

2-3 Otemachi 1-chome, Chiyoda-ku, Tokyo 100-0002 Japan

Phone: 81 (3) 3258-5877

URL: <http://www.globaltrade.co.jp>

Fax: 81 (3) 3258-5875

To: Southwest Steel, Inc.
1234 Bridge Street, Riverside, CA 94971
U.S.A.

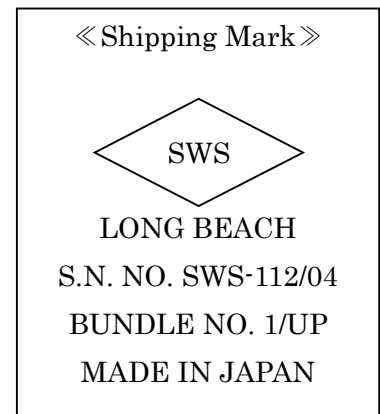
Date : May 8, 20XX
S/N No. SWT-112/04

SALES NOTE

We, as Seller, hereby confirm our sale to you, as Buyer, of the following merchandise on the terms and conditions as stated herein and on the reverse side hereof:

Description of Goods	Quantity	Unit Price	Amount
<u>Iron Products</u>			
1. Flat-rolled (cold-rolled) Containing 0.3% of Carbon by weight Length 120m, Width 200mm, Thickness 2mm	24 Rolls	@\$4,800.00	US\$115,200.00
2. Round Bars, Hot-extruded Containing 0.5% of Carbon by weight Length 6m, Diameter 60mm	875pcs.	@\$200.00	US\$175,000.00
Total:		CIP Riverside	US\$290,200.00

Trade Terms : CIP Long Beach
Payment made by : A Sight Draft under an Irrevocable Letter of Credit in Favor of Seller
Expiry of Credit : July 14, 20XX
Time of Shipment : Not Later than June 30, 20XX
Shipment by : Ocean Vessel
Port of Shipment : Tokyo, Japan
Destination : Long Beach, U.S.A.
Partial Shipments : Prohibited
Transshipment : Prohibited
Insurance : Covered by Seller for 110% of Invoice Value
against All Risks including War and SRCC Risks
Packing : at Seller's Option (Seller's Export Standard)



Accepted and confirmed by
(Buyer)

Made and issued by
(Seller) Global Trading Co., Ltd.

Taro Yamada

Taro Yamada, Export Manager

on _____

on _____
May 8, 20XX

THE FIRST NATIONAL BANK OF CALIFORNIA, LTD.

3591 Broadway, Los Angeles, California 95023

U. S. A.

ORIGINAL

Date and Place of Issue May 21, 20XX Los Angeles	IRREVOCABLE DOCUMENTARY CREDIT No. 231-112449J
Advising Bank The Pacific Bank, Ltd., Tokyo 3-4 Yaesu 2-chome, Chuo-ku, Tokyo Japan	Applicant Southwest Steel, Inc. 134 Bridge Street, Riverside, CA 94971 U. S. A.
Beneficiary Global Trading Co., Ltd. 2-3 Otemach 1-chome, Chiyoda-ku, Tokyo Japan	Amount US\$290,200.00 (Dollars Two Hundred Ninety Thousand Two Hundred only in U. S. Currency)
Latest Date of Shipment June 30, 20XX	Date and Place of Expiry July 14, 20XX Tokyo, Japan

Dear Sirs:

We hereby issue in your favor this documentary credit which is available at any bank in Japan by negotiation against your drafts at sight drawn on us for 100% of the invoice value, accompanied by the following documents:

- Signed Commercial Invoice indicating this credit number in Triplicate
- Packing List in Triplicate
- Full set of clean on Board ocean Bill of Lading made out to order of shipper and blank endorsed, marked Freight Prepaid, notify Applicant
- Marine Insurance Policy or Certificate in Duplicate, endorsed in blank, for 110% of the invoice value, against Institute Cargo Clauses (All Risks) including Institute War Clauses and Institute SRCC Clauses, stipulating claims payable in the currency of the draft in Los Angeles, U.S.A.
- Certificate of Origin in Duplicate

Evidencing Shipment of Iron Products as specified in the Sales Note No. SWS-112/04 dated May 8, 20XX

Shipment from Tokyo, Japan to Long Beach, U. S. A.	Partial Shipments Prohibited	Transshipment Prohibited
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Trade Terms: CIP Long Beach

Special Conditions:

- Drafts and documents must be presented within 14 days after the date of issuance of Bill of Lading, but within the validity of this credit.
- All banking charges outside U.S.A. are for the account of beneficiary.

- to be continued -

Draft(s) must be marked "drawn under The First National Bank of California, Los Angeles, Credit No. 231-112449J dated May 21, 20XX."

The amount of draft must be endorsed on the reverse of this credit by the negotiating bank.

We hereby agree with drawer(s), endorser(s) and bona fide holder(s) of draft(s) drawn under and in compliance with the terms and conditions of this credit that such draft shall be duly honored on due presentation and delivery of documents at the negotiating bank.

Very truly yours,
The First National Bank of California

Signed

(Authorized Signature)

THIS CREDIT IS SUBJECT TO UNIFORM CUSTOMS AND PRACTICE FOR DOCUMENTARY CREDITS (2007 REVISION), INTERNATIONAL CHAMBER OF COMMERCE, PUBLICATION NO. 600.