

DRAFT

Exchange for (<i>Amount in Figures</i>) <div style="border: 1px solid black; padding: 5px; text-align: center; margin-top: 10px;">金額及貨幣 (小寫)</div>	Date <div style="border: 1px solid black; padding: 5px; text-align: center; margin-top: 10px;">匯票出具日期, 不可遲於交單日期</div>
	Our Reference <div style="border: 1px solid black; padding: 5px; text-align: center; margin-top: 10px;">匯票編號</div>

At <div style="border: 1px solid black; padding: 5px; text-align: center; margin-top: 10px;">單據付款天期</div>	sight of this sole Bill of Exchange	
Pay to the order of [Name of Drawer] the sum of (<i>Amount in Words</i>) <div style="border: 1px solid black; padding: 5px; text-align: center; margin-top: 10px;">金額及貨幣 (大寫)</div>	<div style="border: 1px solid black; padding: 5px; text-align: center; margin-top: 10px;">出票人</div>	Value received.
Drawn under L/C Number Issued by (<i>L/C Issuing Bank</i>)	L/C Issue Date	
To (<i>Bank/Name of Drawee</i>) <div style="border: 1px solid black; padding: 5px; text-align: center; margin-top: 10px;">受票人名稱及地址</div>	Signature and Company Stamp (<i>if applicable</i>) <div style="border: 1px solid black; padding: 5px; text-align: center; margin-top: 10px;">授權人有效簽署</div> X	

ENDORSEMENT

[To be completed by the Drawer]

<div style="border: 1px solid black; padding: 10px; margin: 0 auto; width: 80%;">出票人需在背面簽署</div>	
Signature(s) and Company Stamp of the Drawer	

- Remarks:
1. It would be ideal if the draft to be presented for the drawing of an L/C is made payable to the drawer and endorsed by the drawer in blank without the Bank being named as the payee under the draft. It is because a payee cannot become a "holder in due course" under the laws of Hong Kong and England. A holder in due course may obtain a better title than the transferor and could be immune from the fraud exception. It is therefore advisable to name the drawer as the payee of a draft who then endorses the draft in blank.
 2. A draft can only be endorsed in blank (i.e. it specifies *no endorsee*), or endorsed to a *specified person* to whom, or to whose order, the draft is to be payable. For example, a draft endorsed "any bank or company" does not fulfil either requirement so blank endorsement is hereby proposed. Once a draft is endorsed in blank, it becomes a bearer instrument and can be transferred by way of delivery. It follows that the Bank is not required to endorse the draft.