

**70A-5-110 Warranties.**

- (1) If its presentation is honored, the beneficiary warrants:
  - (a) to the issuer, any other person to whom presentation is made, and the applicant that there is no fraud or forgery of the kind described in Subsection 70A-5-109(1); and
  - (b) to the applicant that the drawing does not violate any agreement between the applicant and beneficiary or any other agreement intended by them to be augmented by the letter of credit.
- (2) The warranties in Subsection (1) are in addition to warranties arising under Title 70A, Chapter 3, Uniform Commercial Code - Negotiable Instruments, Chapter 4, Uniform Commercial Code - Bank Deposits and Collections, Chapter 7a, Uniform Commercial Code - Documents of Title, and Chapter 8, Uniform Commercial Code - Investment Securities, because of the presentation or transfer of documents covered by any of those chapters.

Amended by Chapter 42, 2006 General Session