

355.5-110 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 KRS 355.5-109(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) of this section are in addition to warranties arising under Articles 3, 4, 7, and 8 of this chapter because of the presentation or transfer of documents covered by any of those articles.

Effective: July 1, 2001

History: Repealed and reenacted 2000 Ky. Acts ch. 408, sec. 10, effective July 1, 2001. -- Created 1958 Ky. Acts ch. 77, sec. 5-110, effective July 1, 1960.