

BANK GUARANTEE FORM FOR BID SECURITY

Whereas.....[name of bidder] [hereinafter called "the bidder"] has submitted his bid dated.....[date] for the supply of(brief description of the relevant goods and services) (hereinafter called "the bid").

KNOW ALL PEOPLE by these presents that WE(name of the bank) having registered office at.....(full address) (hereinafter called "the bank") are bound unto.....(name of the purchaser) (hereinafter called "the purchaser") in the sum of Rs.....(Rupees.....(amount in figures and in words) for which payment well and truly to be, made to the said purchaser, the bank binds itself, its successors and assigns by these presents.

Sealed with the Common Seal of the said bank this..... Day of....., 20.....

THE CONDITIONS of this obligations are:

- 1. If the bidder
i. Withdraws its bid during the period of bid validity specified by the bidder on the bid form; or
ii. Does not accept the correction of errors in accordance with the Instruction to Bidders.

OR

- 2. If the bidder, having been notified of the acceptance of its bid by the purchaser during the period of bid validity.
i. Fails or refuses to execute the contract form, if required; or
ii. Fails or refuses to furnish the performance security, in accordance with the instructions to Bidders;

We undertake to pay to the purchaser up to the above amount upon receipt of its first written demand, without the purchaser having to substantiate its demand, provided that in its demand the purchaser will note that the amount claimed by it is due to it, owing to the occurrence of one or both of the above mentioned two conditions, specifying the occurred condition or conditions.

This guarantee will remain in force up to and including 60 (sixty) days after the period of bid validity and any demand in respect thereof should reach the bank not later than the above date.

.....

Signature of the Bank

SEAL of the Bank

Date:.....

Place:.....