

## BANK GUARANTEE FORM FOR PERFORMANCE SECURITY

To

Managing Director, MPPHSCL, Satpuda Bhavan, Bhopal (MP)

WHEREAS \_\_\_\_\_ (Name and address of the supplier)  
(Hereinafter called "the supplier") has undertaken, in pursuance of contract  
no \_\_\_\_\_ dated \_\_\_\_\_ to supply (description of goods and  
services) (herein after called "the contract").

AND WHEREAS it has been stipulated by you in the said contract that the supplier shall  
furnish you with a bank guarantee by a scheduled commercial bank recognised by you for  
the sum specified therein as security for compliance with its obligations in accordance with  
the contract;

AND WHEREAS we have agreed to give the supplier such a bank guarantee;

NOW THEREFORE we hereby affirm that we are guarantors and responsible to you, on behalf  
of the supplier, up to a total of. \_\_\_\_\_ (Amount of the guarantee in  
words and figures), and we undertake to pay you, upon your first written demand declaring  
the supplier to be in default under the contract and without cavil or argument, any sum or  
sums within the limits of (amount of guarantee) as aforesaid, without your needing to prove  
or to show grounds or reasons for your demand or the sum specified therein.

We hereby waive the necessity of your demanding the said debt from the supplier before  
presenting us with the demand.

We further agree that no change or addition to or other modification of the terms of the  
contract to be performed there under or of any of the contract documents which may be  
made between you and the supplier shall in any way release us from any liability under this  
guarantee and we hereby waive notice of any such change, addition or modification.

This guarantee shall be valid up to 18 (eighteen) months from the date of Notification of

Award i.e. up to ----- (indicate date)

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(Signature with date of the authorised officer of the Bank)

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Name and designation of the officer

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Seal, Name & address of the Bank and address of the Branch