

Form of Bid Security (Bank Guarantee)

WHEREAS, _____ [*Name of Bidder*] (hereinafter called "the Bidder") has submitted his bid dated _____ [*Date*] for the construction of _____ [*Name of Contract*] (hereinafter called "the Bid").

KNOW ALL MEN by these presents that We _____ [*Name of Bank*] of _____ [*Name of Country*] having our registered office at _____ (hereinafter called "the Bank") are bound as principal obligator unto _____ [*Name of Employer*] (hereinafter called "the Employer") and unconditionally and irrevocably guarantee the payment to the sum of _____ for which payment well and truly to be made to the said Employer the Bank binds himself, his successors and assigns by these presents.

SEALED with the Common Seal of the said Bank this _____ day of _____ 20_____.

THE CONDITIONS of this obligation are:

- (1) If the Tenderer withdraws his Bid during the period of bid validity specified in the Form of Bid:
OR
- (2) If the Tenderer refuses to accept the correction of errors in his Bid;
OR
- (3) if the Tenderer, having been notified of the acceptance of his Bid by the Employer during the period of Bid validity;
 - (a) fails or refuses to execute the Form of Contract Agreement in accordance with the 'Instructions to Bidders, if required;
or
 - (b) fails or refuses to furnish the Performance Security, in accordance with the Instructions to Bidders;

We undertake to pay to the Employer up to the above amount upon receipt of its first written demand, without the Employer having to substantiate its demand, provided that in its demand the Employer will note that the amount claimed by it is due to it owing to the occurrence of one

or all of the three conditions, specifying the occurred condition or conditions.

This Guarantee will remain in force up to and including the date

_____ days after the deadline for submission of bids as such deadline is stated in the Instructions to Bidders or as it may be extended by the Employer, notice of which extension(s) to the Bank is hereby waived. Any demand in respect of this Guarantee should reach the Bank not later than the above date.

DATE _____

SIGNATURE OF THE BANK

WITNESS _____

SEAL

(Signature, Name, and Address)