

FORM OF BANK GUARANTEE FOR BID SECURITY

The Chairperson,
Inland waterways Authority of India
A-13, Sector 1,
Noida – 201 301

WHEREAS _____
(Name of Tenderer) (hereinafter called the Tenderer) wishes to submit his
tender for work _____ in the state/s of
_____ herein called “the Tender”

KNOW ALL PEOPLE by these present that we _____
(Name of Bank) of _____ (Name of country) having our
registered office at (_____) (hereinafter called
the ‘Bank’) are bound unto the Inland Waterways Authority of India
(hereinafter called “the Owner”) in the sum of the Rs. _____
(Rupees _____) *for which payment can
truly be made to the said Owner. The Bank bind themselves, their successors
and assigns by these presents with the common seal of the Bank this day
_____ of 2011 and undertake to pay the amount of _____
Rs. _____ to the employer upon receipt of this written demand
without the employer having to substantiate his demand.

The conditions of this obligation are:

If the tender withdraws his tender during the period of Tender validity
specified in the Form of Tender.

Or

If the Tender having been notified of the acceptance of his Tender by the
Employer during the period of tender validity.

fails or refuses to execute the Form of Agreement in accordance with the
instructions to bidders, if required; or

fails or refuses to furnish the Performance Security, in accordance with the
Instruction to Bidders.

We undertake to pay Owner upto the above amount upon receipt of his first
written demand, without the Owner having to substantiate his demand,
provided that in his demand the Owner will note that the amount claimed by
his is due to his owing to the occurrence of any one of the above conditions,
specifying the occurred condition or conditions.

This guarantee will remain in force upto and including the date 45 days
beyond the validity of the bid as such deadline is stated in the Instructions to
Bidders or as it may be extended by the Employer, at any time prior to the
closing date for submission of the Tenders Notice of which extension to the

Bank is hereby waived. Any demand in respect of this guarantee should reach the Bank not later than the above date of expiry of this guarantee.

SIGNATURE OF AUTHORISED REPRESENTATIVE OF THE BANK _____

NAME AND DESIGNATION _____

SEAL OF THE BANK _____

SIGNATURE OF THE WITNESS _____

NAME OF THE WITNESS _____

ADDRESS OF THE WITNESS _____

