

Format for Bank Guarantee.

This Deed of Guarantee executed by the _____ (bank name) "A Scheduled Bank within the meaning of the Reserve Bank of India Act and carrying out banking business including guarantee business at Mumbai and other places "having its head office at _____ (hereinafter referred to as "the Bank") in favour of Life Insurance Corporation of India, having its Central Office at the 6th Floor, IT Dept., "Yogakshema", West Wing, Jeevan Bima Marg, Mumbai 400 021, formed under the act of the Parliament LIC act, 1956 (hereinafter referred to as "the Corporation") for an amount not exceeding Rs. _____/- (Rupees _____ only) at the request of "Vendor Name & Address" _____ (hereinafter referred to as the "Vendor").

This Guarantee is issued subject to the condition that the liability of the Bank under this Guarantee is limited to a maximum of Rs. _____/- (Rupees _____ only) and the Guarantee shall remain in force upto _____ date (valid for a period of _____) and cannot be invoked, otherwise than by a written demand or claim under this guarantee served on the Bank on or before _____ Date by the Corporation.

And whereas _____-(Vendors name) having its head office at _____-(address), has undertaken to supply the _____ as per purchase order ref: _____ dated _____ as per the terms and conditions of purchase mentioned under the contract for Empanelment dated 5th April, 2007 and subsequent modifications to the Empanelment Tender dt. 28th July, 2007. and as per the terms and conditions of the Bid for _____ dt. _____.

And whereas the Bank _____ "name and address" has agreed to give on behalf of the vendor a Guarantee :

Therefore, we hereby affirm that we Guarantee and are responsible to you on behalf of the Vendor, upto a total amount of Rs. _____/- (Rupees _____ only) and we undertake to pay you, upon your first written demand declaring the Vendor to be in default under the terms and conditions of Empanelment Contract and as per the terms and conditions of the Bid for _____ dt. _____ and without cavil or argument, any sum or sums as specified by you within the limit of Rs. _____/- (Rupees _____ only) as aforesaid, without your need to prove or to show grounds or reasons for your demand of the sum specified therein. This Guarantee shall not be affected by any change in the Constitution of the Bank.

NOTWITHSTANDING ANYTHING CONTAINED HEREIN :

1. The Bank hereby covenants and declares that the guarantee hereby given is an irrevocable one and shall not be revoked by a Notice or otherwise.
2. Our liability under this guarantee is restricted to a sum of _____ Rs. _____/(Rupees _____ only).
3. The Bank Guarantee will be valid for a period upto _____.
4. A written claim or demand for payment under this Bank Guarantee is the only condition precedent for payment of part/full sum under the guarantee to the Corporation.
5. The Corporation need not prove or show grounds or reasons for the demand of a part or the full amount of guarantee.

DATED AT

THIS

DAY OF

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SEALED & SIGNED BY THE BANK

