

**Suggested Bank Guarantee Format**

We \_\_\_\_\_ issue in favour of \_\_\_\_\_ hereinafter  
'called as

We the Bank \_\_\_\_\_ do hereby undertake to pay Rs. \_\_\_\_\_ against loss or damage caused to or suffered by the said by reason of any breach by

We the Bank ( name of the bank issuing the Bank Guarantee) do hereby undertake to pay the amounts due and payable under this bank guarantee without any demur, merely on demand, however, our liability under this bank guarantee shall be restricted to an amount not exceeding Rs. —  
\_\_\_\_\_

We the Bank further agree that the guarantee herein contained shall remain in full force and effect till released by the said Authority We the Bank lastly undertake not to revoke this guarantee during its currency except with previous consent of the Authority in writing.

Notwithstanding anything contained herein. before, our liability under this bank guarantee is restricted to Rs. \_\_\_\_\_ (Only) and our bank guarantee should remain in full force until and unless a suit or an action in writing under the guarantee is filed against us on and after this date all rights under the said guarantee shall be forfeited and we shall be released and discharged from liabilities thereunder.

DATED \_\_\_\_\_ AT \_\_\_\_\_ FOR BANK

Notwithstanding anything contained herein before

1. Our liability under this Bank guarantee shall not exceed Rs. \_\_\_\_\_ (Rupees \_\_\_\_\_)
2. This bank Guarantee shall be valid upto \_\_\_\_\_
3. We are liable to pay the guarantee amount or any part thereof under this Bank Guarantee only and only. If \_\_\_\_\_ serve upon us a written claim or demand on or before \_\_\_\_\_.
1. All claims under this guarantee shall be payable at New Delhi.
2. This Guarantee will be returned to us as soon as the purpose for which its is issued is fulfilled.
3. The Bank Guarantee confirmation No. \_\_\_\_\_ shall be mentioned in the records.