

**BANK GUARANTEE TOWARDS SECURITY DEPOSIT FOR \_\_\_\_\_**

\_\_\_\_\_ ( *Name of Work* )

Ref : W. O. No. \_\_\_\_\_ Dtd. \_\_\_\_\_

In consideration of AI Engineering Services Limited, having its registered office at 2nd Floor, CRA Building, Safdarjung Airport Complex, New Delhi-110003 and site offices at AIESL, MRO, MIHAN SEZ, Nagpur - 441108 ( Hereinafter called "The Company" which term shall include its successor and assignees ), from the demand under the Terms conditions of an Agreement ( Hereinafter called "The said Agreement") Dtd. \_\_\_\_\_ made between M/s \_\_\_\_\_ ( *Name of Contractor* ) ( Hereinafter called "the contractors") and AI Engineering Services Limited, of Security Deposit for the due fulfillment by the said contractor(s) of the terms and conditions contained in the Said Agreement, on production of Bank Guarantee for Rs. \_\_\_\_\_ ( *Rupees* \_\_\_\_\_ ).

We \_\_\_\_\_ ( *Name of Bank Issuing Bank Guarantee* ) ( Hereinafter referred to as The Bank ) do hereby undertake to pay to the Company an amount not exceeding Rs. \_\_\_\_\_ against any loss or damages caused to or suffered or would be caused to or suffered by the Company by reason of any breach by the said Contractor(s) of any of the Terms and conditions contained in the said Agreement.

2. We \_\_\_\_\_ ( *Name of Bank Issuing Bank Guarantee* ) do hereby undertake to pay the amounts due and payable under this Guarantee without any demur, merely on a Demand from the company stating that the amount claimed by reason of any loss or a damage caused to or suffered by the Company by reason of any breach by the said contractor(s) of any of the terms or conditions contained in the said Agreement or by reason of the Contractor(s) failure to perform the said Agreement. Any such demand made on the Bank shall be conclusive as regards the amount due and payable by the Bank under this Guarantee. However, our liability under this Guarantee shall be restricted to an amount not exceeding Rs. \_\_\_\_\_ .

3. We \_\_\_\_\_ ( *Name of Bank Issuing Bank Guarantee* ) further agree that the Guarantee herein shall remain in full force and effect during the period that would be taken for the performance of the said Agreement and that it shall continue to be enforceable till all the dues of the Company under or by virtue of the said Agreement have been fully paid and its claim satisfied or discharged or till \_\_\_\_\_ office/Dept., of AI Engineering Services Limited, certified that terms and conditions of the said Agreement have been fully and properly carried out by the said contractor (s) accordingly discharges the Guarantee, unless a demand or claim under this Guarantee is made on us in writing on or before the \_\_\_\_\_, ( *Due Date* ) we shall be discharged from all liability under this Guarantee thereafter.

4. We \_\_\_\_\_, ( *Name of Bank Issuing Bank Guarantee* ) further agree with the Company that the Company shall have the fullest liberty without our consent and affecting in any manner our obligations here under to vary any of the terms and conditions of the said Agreement or to extend time of performance by the said Contractor(s) from time to time or to postpone for any time or from time to time any of the powers exercisable by the Company against the said Contractor(s) and to forbear or enforce any of the terms and conditions relating to the said Agreement and we shall not be relieved from our liability by reason of any such variation or extension being granted to the said contractor(s) or for any forbearance, act or omission on the part of the Company or any indulgence by the Company to the said Contractor(s) or by any such matter of this whatsoever which under the law relating to sureties would but for this provision have effect so relieving us.

5. We \_\_\_\_\_, ( *Name of Bank Issuing Bank Guarantee* ) lastly undertake not to revoke this Guarantee during its currency except with the previous consent of the Company in writing.

Dated the \_\_\_\_\_ day of \_\_\_\_\_

Signed \_\_\_\_\_

For \_\_\_\_\_ Bank Ltd.

Seal Name : \_\_\_\_\_

Designation : \_\_\_\_\_