

( Guarantee Bond offered by Banks to Railways for Earnest Money )

**BANKER'S GUARANTEE FORMAT**

(To be used by approved Schedule Banks)

In consideration of the president of India (hereinafter called "the Government")  
having \_\_\_\_\_ agreed \_\_\_\_\_ to \_\_\_\_\_ accept \_\_\_\_\_ from \_\_\_\_\_

\_\_\_\_\_ (hereinafter called "the said Tenderer(s)") **Earnest Money** in the form of Guarantee Bond, under the terms and conditions of tender dated \_\_\_\_\_ in connection with \_\_\_\_\_ (hereinafter called "the said Tender"), for the due observance by the said Tenderer of the stipulation to keep the offer open for acceptance for a period of \_\_\_\_\_ days from the date of opening of tenders, to execute and agreement within the time specified, to start work within period specified after notification of the acceptance to his/their tender and the deposit of Earnest Money in cash or Furnish fresh Bank Guarantee for the said amount as part of security for the due and faithful fulfillment of the contract on acceptance of the tender on production of a Bank Guarantee for Rs. \_\_\_\_\_ (Rupees \_\_\_\_\_ only), We, undertake to pay on demand to the Government, the sum of Rs. \_\_\_\_\_ in the event of the said tender having incurred for future of Earnest Money/Security Deposit as aforesaid for the breach of any of the terms or conditions of the stipulations aforesaid and contained in the said tender under an order of the authority competent to invite tender. We, \_\_\_\_\_, further agree that the guarantee herein

(Indicate the name of the Bank)

contained shall remain in full force and effect till the authority competent to invite the tender discharges the guarantee, subject however that the Government shall have no right under this Bond after the expiry of One year from the date of its execution and our liability under the bond shall be discharged if the demand for payment is not made within this period, We, \_\_\_\_\_, lastly undertake not to revoke this

(Indicate the name of the Bank)

guarantee during its currency except with the previous consent of the Government in writing.

Dated the \_\_\_\_\_ day of \_\_\_\_\_ 20\_\_

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