

FORMAT FOR PERFORMANCE BANK GUARANTEE (PBG)

(To be on non-judicial stamp paper of appropriate value as per Stamp Act relevant to place of execution.)

Ref:

Bank Guarantee No:

Date:

xx.xx.2022

To,

[HUBLI ELECTRICITY SUPPLY COMPANY LIMITED, NAVANAGAR, HUBLI]

In consideration of the [*Insert name and address of the Vendor*] (hereinafter referred to as 'Vendor') submitting the response to Request for Proposal (RfP) inter alia for selection of the Project in response to the RFP No. [*Insert paper notification No.*] dated [*Insert the Date of issuance of RfP*] issued by the [HUBLI ELECTRICITY SUPPLY COMPANY LIMITED] (hereinafter referred to as **Implementing Agency**) and considering such response to the RFP of [*insert the name of the vendor*] as per the terms and conditions of the RFP and amendments, the [*insert name & address of Bank*] hereby agrees unequivocally, irrevocably and unconditionally to pay to [HUBLI ELECTRICITY SUPPLY COMPANY LIMITED] at [NAVANAGAR, HUBLI] forthwith on demand in writing from [General Manager (Tech.), Corporate Office, HESCOM, Hubli] any amount upto and not exceeding **Rs. 2,50,000/- (Rs. Two Lakh Fifty Thousand only)**, on behalf of M/s. [*Insert name of the Vendor*].

This guarantee shall be valid and binding on this Bank up Five (05) Years from date of issuance of the BG and shall not be terminable by notice or any change in the constitution of the Bank or the term of contract or by any other reasons whatsoever and our liability hereunder shall not be impaired or discharged by any extension of time or variations or alternations made, given, or agreed with or without our knowledge or consent, by or between parties to the respective agreement.

Our liability under this Guarantee is restricted to **Rs. 2,50,000/- (Rs. Two Lakh Fifty Thousand only)**.

Our Guarantee shall remain in force until [*Insert the Exact Date, completing on 5 Years counting from Date of signing of BG*] and [HUBLI ELECTRICITY SUPPLY COMPANY LIMITED] shall be entitled to invoke this Guarantee till [*Insert the Exact Date, completing on 5 Years counting from Date of signing of BG*].

The Guarantor Bank hereby agrees and acknowledges that the [HUBLI ELECTRICITY SUPPLY COMPANY LIMITED] shall have a right to invoke this BANK GUARANTEE in part or in full, as it may deem fit.

The Guarantor Bank hereby expressly agrees that it shall not require any proof in addition to the written demand by [HUBLI ELECTRICITY SUPPLY COMPANY LIMITED], made in any format, raised at the above-mentioned address of the Guarantor Bank, in order to make the said payment to [HUBLI ELECTRICITY SUPPLY COMPANY LIMITED].

The Guarantor Bank shall make payment hereunder on first demand without restriction or

conditions and notwithstanding any objection by [**Insert name of the Empanelled Vendor/Agency**] and/or any other person. The Guarantor Bank shall not require [**HUBLI ELECTRICITY SUPPLY COMPANY LIMITED**] to justify the invocation of this BANK GUARANTEE, nor shall the Guarantor Bank have any recourse against [**HUBLI ELECTRICITY SUPPLY COMPANY LIMITED**] in respect of any payment made hereunder.

This BANK GUARANTEE shall be interpreted in accordance with the laws of India and the courts at [**Insert the name of City/State**] shall have exclusive jurisdiction. The Guarantor Bank represents that this BANK GUARANTEE has been established in such form and with such content that it is fully enforceable in accordance with its terms as against the Guarantor Bank in the manner provided herein.

This BANK GUARANTEE shall not be affected in any manner by reason of merger, amalgamation, restructuring or any other change in the constitution of the Guarantor Bank.

This BANK GUARANTEE shall be a primary obligation of the Guarantor Bank and accordingly [**HUBLI ELECTRICITY SUPPLY COMPANY LIMITED**] shall not be obliged before enforcing this BANK GUARANTEE to take any action in any court or arbitral proceedings against the vendor, to make any claim against or any demand on the vendor or to give any notice to the vendor or to enforce any security held by [**HUBLI ELECTRICITY SUPPLY COMPANY LIMITED**] or to exercise, levy or enforce any distress, diligence or other process against the vendor.

Notwithstanding anything contained hereinabove, our liability under this Guarantee is restricted to **Rs. 2,50,000/- (Rs. Two Lakh Fifty Thousand only)** and it shall remain in force until [**Insert the Exact Date, completing on 5 Years counting from Date of signing of BG**] with an additional claim period of **thirty (30) days** thereafter. We are liable to pay the guaranteed amount or any part thereof under this Bank Guarantee only if [**HUBLI ELECTRICITY SUPPLY COMPANY LIMITED**] serves upon us a written claim or demand.

Signature _____

Name _____

For

[Insert Name of the Bank]
Banker's Stamp and Full Address.

Dated this ____ day of ____, 20__

(Bank Contact Details & E Mail ID is to be provide)

Witness:

1. Signature Name and Address	2. Signature Name and Address
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