**BOND NO. {POLICYNO}**

**PERFORMANCE BOND**

KNOW ALL MEN BY THESE PRESENTS that We **{INSUREDNAME}**of **{INSUREDNAME}**[hereinafter called "the Contractor"] and **CORNERSTONE INSURANCE PLC**of **1, IDOWU TAYLOR STREET, VICTORIA ISLAND, LAGOS**[hereinafter called "the Surety"] are held and firmly bound unto **{Principal}**[hereinafter called "the PRINCIPAL"] in the sum of N**{SumInsured}**for the payment of which sum, well and truly to be made, the Contractor and the Surety bind themselves, their successors and assigns, jointly and severally, firmly by these presents.

WHEREAS the Contractor has entered into a written contract agreement for **{NatureOfContract} FOR THE PERIOD OF {StartDate} – {EndDate}**for a total contract sum of  N**{SumInsured}** to the extent therein provided for, are by reference made part hereof and are hereinafter referred to as the Contract.

**NOW THE CONDITION**of this bond is such that, if the Contractor shall promptly and faithfully perform the said Contract then this obligation shall be null and void; but on default by the Contractor during the period this Bond is in force the Surety shall satisfy and discharge the damages sustained by the Principal thereby up to the amount of the above written Bond

Whenever the Contractor shall be, and declared by the Principal to be, in default under the contract, the Principal having performed the Principal's obligations thereunder, the Surety may promptly remedy the default by:

1. Completing the Contract in accordance with its terms and conditions, or

2. Arranging for the services of the lowest responsible bidder for the Principal to complete the contract in accordance with its terms and conditions and make available to the principal as work progresses sufficient funds to pay the cost of completion less balance of the contract value not yet paid by the principal to the contractor; or

3.Paying the Principal the amount required by the Principal to complete the Contract in accordance with its terms and conditions any amount up to a total not exceeding the amount of this bond.

The Surety shall not be liable for a greater sum than the specified penalty of this Bond. No right of action shall accrue on this Bond to or for the use of any person or corporation other than the Principal named herein or the Heirs, Executors, Administrators or successors of the Principal.

**OTHER CONDITION**: In case of any intended variation of the terms and conditions contained in the said Contract the Surety shall first be notified in writing and such variation shall if approved be accepted in writing by the Surety provided that all such variations or alterations not notified to the Surety shall release the Surety from any liability under this Bond.

This Bond shall be governed according to the laws of the Federal Republic of Nigeria.

This Bond shall be valid until the close of Business on the **{EndDate}**and any claim   arising thereunder must be notified to the surety in writing on or before that date after which it shall become void.

**The premium paid for this Bond is not refundable under any circumstances.**

PERIOD OF BOND: **{BondDuration} FROM {StartDate}**

SEALED with our respective Seals and dated this **{StartDate}**

THE COMMON SEAL OF THE WITHIN NAMED :{INSUREDNAME}

HEREUNTO AFFIXED IN THE PRESENCE OF:

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DIRECTOR                                                         SECRETARY