**Section IV.**

**Bid Security (Guarantee)**

[this Bank Guarantee form shall be filled in accordance with the instructions indicated in

brackets]

...................................................................................................................................................[insert issuing agency’s name, and address of issuing branch or office]

**\*Beneficiary**: ...........................................................................................................................

[ name and address of Purchaser]

**Date:** ..............................................

[insert (by issuing agency) date]

**BID GUARANTEE No**.: .............................. [insert (by issuing agency) number]

We have been informed that ........................................................................................... [insert (by issuing agency) name of the Bidder; if a joint venture, list complete legal names of partners] (hereinafter called "the Bidder") has submitted to you its bid dated ..............................[insert (by issuing agency) date](hereinafter called "the Bid") for the supply of [insert name of Supplier] under Invitation for Bids No. ....................................... [insert IFB number] (“the IFB”).

Furthermore, we understand that, according to your conditions, Bids must be supported

by a Bid Guarantee.

At the request of the Bidder, we .............................................. [insert name of issuing agency] hereby irrevocably undertake to pay you any sum or sums not exceeding in total an amount of ......................................... [insert amount in figures] ............................................. ........................................................................ [insert amount in words]) upon receipt by us of your first demand in writing accompanied by a written statement stating that the Bidder is in breach of its obligation(s) under the bid conditions, because the Bidder:

(a) has withdrawn its Bid during the period of bid validity specified; or

(b) does not accept the correction of errors in accordance with the Instructions

to Bidders (hereinafter “the ITB”); or

(c) having been notified of the acceptance of its Bid by the Purchaser during the period of bid validity, (i) fails or refuses to execute the Contract Form, if required, or (ii) fails or refuses to furnish the Performance Security, in accordance with the ITB.

This Guarantee shall expire: (a) if the Bidder is the successful bidder, upon our receipt of copies of the Contract signed by the Bidder and of the Performance Security issued to you by the Bidder; or (b) if the Bidder is not the successful bidder, upon the earlier of (i) our receipt of a copy of your notification to the Bidder that the Bidder was unsuccessful, otherwise it will remain in force up to .......................................... (insert date)

Consequently, any demand for payment under this Guarantee must be received by us at the office on or before that date.

. ........................................................................

[signature(s) of authorized representative(s) ]

Bid-Securing Declaration

[Note: the purchaser is required to fill the information marked as “\*” and delete this

note prior to selling of the bidding document]

[The Bidder shall fill in this form in accordance with the instructions indicated in

brackets]

Date: -----------[insert date by bidder]

\*Name of contract -- [insert name]

\*Contract Identification No: ---------[insert number]

\*Invitation for Bid No.: ------------- insert number]

\*To: --------------- [insert the name of the Purchaser]

We, the undersigned, declare that:

1. We understand that, according to instructions to bidders (hereinafter “the ITB”), bids must be supported by a bid-securing declaration;

2. We accept that we shall be suspended from being eligible for contract award in any contract where bids have being invited by any of the Procuring Entity as defined in the Procurement Guidelines published by National Procurement Agency of Sri Lanka, for the period of time of three years starting on the latest date set for closing of bids of this bid, if we:

(a) withdraw our Bid during the period of bid validity period specified; or

(b) do not accept the correction of errors in accordance with the Instructions

to Bidders of the Bidding Documents; or

(c) having been notified of the acceptance of our Bid by you, during the period of

bid validity, (i) fail or refuse to execute the Contract Form, if required, or (ii) fail

or refuse to furnish the performance security, in accordance with the ITB.

3. We understand this bid securing shall expire if we are not the successful bidder, upon the earlier of (i) our receipt of a copy of your notification to the Bidder that the bidder was unsuccessful; or (ii) twenty-eight days after the expiration of our bid.

4. We understand that if we are a JV, the Bid Securing Declaration must be in the name of the JV that submits the bid. If the JV has not been legally constituted at the time of bidding, the Bid Securing Declaration shall be in the names of all future partners as named in the letter of intent.

Signed [*insert signature(s) of authorized representative*] In the Capacity of [*insert title*]

Name [*insert printed or typed name*]

Duly authorized to sign the bid for and on behalf of [*insert authorizing entity*]

Dated on [*insert day*] day of [*insert month*], [*insert year*]