**THE REPUBLIC OF UGANDA**

**IN THE MATTER OF A PERFORMANCE SECURITY BY <<BANK/GUARANTOR>>**

**PERFORMANCE SECURITY**

Date: **<<Date>>**

Bank Ref No. **<<Bank reference number>>**

Procurement Reference No: << Procurement reference number>>

To: **<< Contractor>>**

WHEREAS**<<The Contractor>>(**hereinafter “the Contractor”) has undertaken, in pursuance of a Contract for **<< the contract>>** (hereinafter “the Contract”)

AND WHEREAS it has been stipulated by you in the Letter of acceptance that the contractor shall furnish you with a Performance security issued by a reputable guarantor for the sum specified therein as security for compliance with the provider’s performance obligations in accordance with the Contract.

AND WHEREAS the undersigned **<<Bank/Guarantor>>,** legally domiciled in **<<Address>>** (hereinafter the “Guarantor”), has agreed to give the contractor a guarantee:

THEREFORE we hereby affirm we are guarantors and responsible to you, on behalf of the provider, up to a total of **UGX. <<Amount in figures>> <<Amount in words>>**and we undertake to pay you, upon your first written demand declaring the provider to be in default under the contract, without cavil or argument, any sum or sums within the limits of **UGX. <<Amount in Figures>> <<Amount in words>>**as aforesaid, without your needing to prove or to show grounds or persons for your demand or the sum specified therein.

This Guarantee is valid until **<<Date of Completion>>**

This guarantee is subject to the Uniform Rules for Demand Guarantees, ICC Publications No. 758 except that subparagraph (ii) of Sub-article 20(a) is hereby excluded.

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**<<Name of Bank Representative>> <<Name of Bank Representative>> <<Designation of Bank Representative>> <<Designation of Bank Representative >>**

Duly authorized to sign the security for and on behalf of: **<<Bank/Guarantor>>**

Dated this **<<Date>>**