

Annexure No. 07: Performance Guarantee

Reference: Clause 18 in the in the Instructions to Bidders

[Date -]

[On the letterhead of the issuing bank]

Your ref : Invitation For Bids(IFB) Tender No. TD/CP/Drydock/September /2021/001

Beneficiary:

Ceylon Shipping Corporation Ltd.
No. 27, MICH Building
Sir Razik Fareed Mawatha (formerly Bristol Street)
Colombo 00100
Sri Lanka

PERFORMANCE GUARANTEE NO.....

We have been informed that(**Name of Successful Bidder**) (hereinafter called “the Contractor”) has entered into Contract of Affreightment No..... (Reference number of the contract) dated.....with your Company for the “Periodical Dry docking & Class Renewal of MV.Ceylon Princess” Invitation for Bids (IFB) Clause No.18 of the Instruction to the Bidders in your **Tender** dated 01st October 2020.

Furthermore, we understand that, according to the conditions of the Contract, a performance guarantee is required.

At the request of the Contractor, we (Name of issuing Bank) hereby irrevocably undertake to pay you any sum of sums not exceeding in total an amount **of..... (amount in figures)(.....)(amount in words),** such sum being payable in the types and proportions of currencies in which the Contract Price is payable, upon receipt by us of your first demand in writing accompanied by a written statement stating that the Contractor is in breach of its obligation(s) under the Contract, without your needing to prove or to show grounds for your demand or the sum specified therein.

This guarantee shall expire, no later than the **.... day of, 20.. [insert date, 28 days beyond the scheduled contract completion date]** and any demand for payment under it must be received by us at this office on or before that date.

Date _____ Signature(s) : -----