

**Department of Public Works and Highways (DPWH)**

**Contract ID:**

**Contract Name:**

**Location of the Contract:**

**FORM OF BID SECURITY: BANK GUARANTEE**

WHEREAS, \_\_\_\_\_ (hereinafter called "the Bidder") has submitted his bid dated \_\_\_\_\_ for the \_\_\_\_\_ (hereinafter called "the Bid").

KNOW ALL MEN by these presents that We \_\_\_\_\_ of \_\_\_\_\_

having our registered office at \_\_\_\_\_ (hereinafter called "the Bank" )

are bound unto \_\_\_\_\_ (hereinafter called "the Entity") in the sum of \_\_\_\_\_ for which payment well and truly to be made to the said Entity the Bank

binds himself, his successors and assigns by these presents.

SEALED with the Common Seal of the said Bank this \_\_\_\_\_ day of \_\_\_\_\_ 20\_\_\_\_.

THE CONDITIONS of this obligation are that:

- 1) if the Bidder withdraws his Bid during the period of bid validity specified in the Form of Bid; or
- 2) if the Bidder does not accept the correction of arithmetical errors of his bid price in accordance with the Instructions to Bidder; or
- 3) if the Bidder having been notified of the acceptance of his bid and award of contract to him by the Entity during the period of bid validity:
  - a) fails or refuses to execute the Form of Contract in accordance with the Instructions to Bidders, if required; or
  - b) fails or refuses to furnish the Performance Security in accordance with the Instructions to Bidders;

we undertake to pay to the Entity up to the above amount upon receipt of his first written demand, without the Entity having to substantiate its demand, provided that in his demand the Entity will note that the amount claimed by it is due to the occurrence of any one or combination of the three (3) conditions stated above.

The Guarantee will remain in force up to and including the date \_\_\_\_\_ days after the deadline for submission of Bids as such deadline is stated in the Instructions to Bidders or as it may be extended by the Entity, notice of which extension(s) to the Bank is hereby waived. Any demand in respect of this Guarantee should reach the Bank not later than the above date.

DATE \_\_\_\_\_ SIGNATURE OF THE BANK \_\_\_\_\_

WITNESS \_\_\_\_\_ SEAL \_\_\_\_\_

\_\_\_\_\_  
(Signature, Name and Address)