

BANK GUARANTEE

To

The Coastal Aquaculture Authority
Ministry of Agriculture ,#12A,
Bharathi Street, GDR Tower,
Vanuvampet,
Madipakkam P.O, Chennai-600091

Dear Sir,

Subject: Performance Guarantee for Hatchery production of seed of SPF L.vannamei granted by the Coastal Aquaculture Authority, Chennai.

This Deed of Guarantee executed by the _____(bank name) a Scheduled Bank within the meaning of the Reserve Bank of India Act and carrying out banking business including guarantee business and having its head office at _____ (hereinafter referred to as “the Bank”) in favour of Coastal Aquaculture Authority, Chennai having its office at the 2nd Floor, Shastri Bhavan Annexe, No.26, Haddows Road, Chennai-600006 (hereinafter referred to as “Coastal Aquaculture Authority” for an amount not exceeding Rs.5,00,000/- (Rupees five lakh only) at the request of _____(Supplier Name) (hereinafter referred to as the “Supplier”).

This Guarantee is issued subject to the condition that the liability of the Bank under this Guarantee is limited to a maximum of Rs.5,00,000/- (Rupees five lakh only) and the Guarantee shall remain in force upto _____(one year from the date of issue of this Bank Guarantee) and cannot be invoked, otherwise than by a written demand or claim under this guarantee served on the Bank on or before _____ by the Coastal Aquaculture Authority, Chennai.

Whereas _____ (Supplier Name) having its Hatcheries at _____ (address), has undertaken to produce SPF L.vannamei seed as per guidelines for the Hatchery production of SPF L.vannamei seed and other terms & Condition mentioned in the permission letter of CAA issued for this purpose.

And whereas the bank _____ (name and address) has agreed to give on behalf of the Supplier a Guarantee:

Therefore, we hereby affirm that we Guarantee and are responsible to you on behalf of the Supplier, upto a total amount of Rs.5,00,000/- (Rupees five lakh only) and we undertake to pay you, upon your first written demand declaring the Supplier to be in default in compliance of guidelines for the Hatchery production of SPF L.vannamei seed and other terms & conditions mentioned in the permission letter of CAA without cavil or argument, any sum or sums as specified by you within the limit of Rs.5,00,000/- (Rupees five lakh only) as aforesaid, without

your need to prove or to show grounds or reasons for your demand of the sum specified therein. This Guarantee shall not be affected by any change in the Constitution of the Bank.

NOTWITHSTANDING ANYTHING CONTAINED HEREIN:

The Bank hereby covenants and declares that the guarantee hereby given is an irrevocable one and shall not be revoked by a Notice or otherwise.

The Bank agrees that the amount hereby guaranteed shall be due and payable to Coastal Aquaculture Authority on serving us with a notice before expiry of Bank Guarantee requires the payment of the amount and such notice shall be deemed to have been served on the bank either by actual delivery thereof to the Bank or by despatch thereof to the Bank by registered post at the address of the Bank

This guarantee shall remain in force upto _____ provided that if so desired by Coastal Aquaculture Authority, this guarantee shall be renewed for a further period as may be indicated by them on the same terms and conditions as contained therein.

Our liability under this guarantee is restricted to Rs.5,00,000/- (Rupees five lakh only), and this guarantee is valid upto _____. We shall be released and discharged from all liabilities here in under unless a written claim for payment or extension of under this guarantee is lodged in us on or before _____ irrespective of whether or not the original guarantee is returned to us.

Dated At This Day of

SEALED & SIGNED BY THE BANK

NOTE: For Information

1. The guarantee should be furnished by a Nationalised Bank / Scheduled Bank, authorised by RBI to issue a Bank Guarantee.
2. This bank guarantee should be furnished on stamp paper specified for the purpose.
3. The stamp paper should have been purchased in the Name of the Bank executing the Guarantee.