

Date: [Insert Date]

To:

[Beneficiary Name]

[Beneficiary Address]

[City, State, Zip Code]

RE: Performance Guarantee No: [Insert Reference Number]

Dear [Name of Contact Person],

At the request of [Applicant/Contractor Name] (hereinafter referred to as "the Contractor"), we, [Bank/Insurance Company Name], hereby irrevocably and unconditionally undertake to pay you, [Beneficiary Name] (hereinafter referred to as "the Owner"), any sum or sums not exceeding in total an amount of [Insert Amount in Words] ([Insert Amount in Figures]) upon receipt by us of your first demand in writing.

Your demand for payment must include a written statement stating that the Contractor is in breach of its obligations under the contract dated [Insert Contract Date] for the project titled "[Insert Project Name/Description]".

This guarantee shall remain in full force and effect from the date of issuance until [Insert Expiry Date] or until the issuance of the Final Completion Certificate, whichever occurs first. Any demand for payment under this guarantee must be received by us at our offices on or before the expiry date.

This guarantee is subject to the Uniform Rules for Demand Guarantees (URDG) 758 or the laws of [Insert Jurisdiction].

Yours faithfully,

[Authorized Signature]

[Name and Title]

[Name of Issuing Institution]