

17TH May 2017

**TENDER FOR SUPPLY OF ASSORTED BEARING FOR KENGEN POWER STATION:
KGN-PROC-05-2017**

Tender Security Form

(Must be on the Bank's letterhead/or insurance companies)

Whereas _____ [*hereinafter called "the Tenderer"*] has submitted its tender dated _____ [*date of submission of tender*] for the supply of _____ hereinafter called "the Tender").
KNOW ALL PEOPLE by these presents that WE of _____ having our registered office at _____ (hereinafter called "the Bank"), are bound unto Kenya Electricity Generating Company Limited (hereinafter called "the Procuring entity") in the sum of _____ [*amount in words and figures*] for which payment well and truly to be made to the said Procuring entity, the Bank binds itself, its successors, and assigns by these presents.

Sealed with the Common Seal of the said Bank this _____ day of _____ 2017.

THE CONDITIONS of this obligation are:

1. If the Tenderer withdraws its Tender during the period of tender validity specified by the Tenderer on the Tender Form; or
2. If the Tenderer, having been notified of the acceptance of its Tender by the Procuring entity during the period of tender validity:
 - (a) fails or refuses to execute the Contract Form, if required; or
 - (b) fails or refuses to furnish the performance security, in accordance with the Instructions to Tenderers;

We undertake to pay to the Procuring entity up to the above amount upon receipt of its first written demand, without the Procuring entity having to substantiate its demand, provided that in its demand the Procuring entity will note that the amount claimed by it is due to it, owing to the occurrence of one or both of the two conditions, specifying the occurred condition or conditions.

This guarantee will remain in force up to and including thirty (30) days after the period of tender validity, and any demand in respect thereof should reach the Bank not later than the above date.

[signature of the Bank]