

Appendix - PBG
PROFORMA OF BANK GUARANTEE FOR SECURITY DEPOSIT
(ON NON-JUDICIAL PAPER OF APPROPRIATE VALUE)

To,
MAHANAGAR GAS LTD
MGL House, Block G-33,
Opp. ICICI Towers,
Bandra – Kurla Complex,
Bandra (E),
Mumbai - 400 051
TEL: 66785000
26541044

Dear Sirs,

M/s. _____ having registered office at _____
(hereinafter called the "CONTRACTOR" which expression shall wherever the context so
require include its successors and assignees) have been awarded with the work of
_____ for MAHANAGAR GAS LTD.,
MUMBAI.

The Contracts conditions provide that the CONTRACTOR shall pay a sum of
Rs. _____ (Rupees _____) as Initial/full Security
Deposit in the form mentioned therein. The form of payment of Security Deposit
includes guarantee executed by Nationalized Bank / Scheduled Bank / Cooperative
Scheduled Bank / Multi National Bank / Reputed Foreign Bank only, undertaking full
responsibility to indemnify MAHANAGAR GAS LTD in case of default.

The said M/s. _____ has approached us and at their request and in consideration of
these premises we having our office at _____ have
agreed to give such guarantee as hereinafter mentioned.

1. We _____ hereby undertake
and agree with you that if any default is committed by M/s. _____ in
performing any of the terms and conditions of the tender or in payment of
any money payable to MAHANAGAR GAS LTD., we shall on demand without any
demur, reservation, contest recourse protest and without reference to the
Contractor pay to you in such manner as you may direct the said amount of
Rupees _____ only or said portion thereof
not exceeding the said sum as you may from time to time require.
2. You shall have full liberty without reference to us and without affecting this
guarantee, to postpone for any time or from time to time the exercise of any of
the powers and rights conferred on you under the contract with the
CONTRACTOR and to enforce or to forbear from enforcing any powers or rights
or by reason of time being given to the CONTRACTOR which under law relating
to the sureties would but for provision have the effect of releasing us.

3. Your right to recover the sum of Rs. _____ (Rupees _____) from us in manner aforesaid will not be affected or suspended by reason or the fact that any dispute or disputes have been raised by the said M/s. _____ and/or that any dispute or disputes are pending before any officer, tribunal or court.
4. The guarantee herein contained shall not be determined or affected by the liquidation or winding up dissolution or change in the constitution or insolvency of the said M/s. but shall in all respects and for all purposes be binding and operative until payment of all money due to you in respect of such liabilities is paid.
5. This guarantee shall be irrevocable and shall remain valid upto _____ (With an additional claim period of 3 months). If any further extension of this guarantee is required, the same shall be extended to such required period on receiving instructions from M/s _____ on whose behalf this guarantee is issued.
6. We have power to issue this guarantee in your favour under Memorandum and Articles of Association and the undersigned has full power to do under the Power of Attorney granted to him by the Bank.

Not with standing whatever stated herein above;

1. Our liability under this Bank Guarantee shall not exceed Rs. / only.-
2. The Bank Guarantee shall be valid upto _____ and shall have a lodgment period up to

yours faithfully,

_____ Bank

(Signature of a person
duly authorised to sign
on behalf of the Bank.)