DATE:

BENEFICIARY NAME AND ADDRESS

Kingdom of Bahrain

Our Ref. : Performance Bond No.

Amount : BHD

Expiry :

Applicant/ Contractor :

Project :

In consideration of you, , P. O. Box , Manama, Kingdom of Bahrain ("The Employer") having agreed to enter into the above Contract ("Contract") with , P.O. Box , Manama, Kingdom of Bahrain ("the Contractor") we, Al Salam Bank B.S.C., P.O. Box 18282, Manama, Kingdom of Bahrain hereby irrevocably and unconditionally guarantee to the Employer, subject only to the monetary limitation hereinafter specified, that the Contractor shall well and truly perform and fulfill all the undertakings, covenants, terms and conditions of the Contract for Proposed

("the Works") and of any extensions thereof, and that the Contractor shall well and truly perform and fulfill all the undertakings, covenants, terms and conditions of any and all changes, modifications, additions or amendments to the Contract that may hereafter be made, and that the Contractor shall also fully indemnify, defend and hold harmless the Employer from all costs, liability and damage which the Employer may suffer by reason of the failure of the Contractor to do so.

In the event that the Employer, in their absolute discretion, gives written notice to us at any time of the failure of the Contractor to perform or fulfill any of the acts or obligations set forth in the preceding paragraph, we hereby unconditionally and irrevocably undertake, without any right of set off or counterclaim whether on our behalf or on behalf of the Contractor, to pay to the Employer the sum of BHD (Bahraini Dinars only) of the price recorded in the Contract. Such written notice of the Employer shall be conclusively binding on us for all purposes under this Performance Bond.

We further agree that any change, modification, addition or amendment which may be made to the terms and conditions of the Contract, or to the works to be performed thereunder, or to the payments to be made on account thereof, or any extension of the time of performance of the Works or any composition, settlement, promise not to sue or other forbearance on the part of either the Employer or the Contractor to the other shall not in any way release us from our continuing liability hereunder, and we hereby expressly waive our right to consent to or to receive notice of any such change, modification, addition, amendment, extension, composition, settlement, promise or forbearance

This Performance Bond shall be valid until the (EXPIRY DATE) . Any Claims under this guarantee must be accompanied by the original of this Guarantee or Amendments (if any) along with your written demand for payment on your letter head duly signed by your authorized signatorie(s) verified by your bankers and must be received by our office Al Salam Bank B.S.C., P.O. Box 18282, Manama, Kingdom of Bahrain on or before the close of business on (EXPIRY DATE), after which date no claims will be entertained and this Guarantee will become null and void whether or not it is returned to us.

This Performance Bond shall be governed by and interpreted under the Laws of Kingdom of Bahrain.

Authorised Signatories