

GUARANTEE REF. NO: FBL 082BBUS151110001

April 21, 2015

**The Chief Executive Officer,
UKULIMA SACCO SOCIETY LIMITED
P.o Box 44071 - 00100
Nairobi. Kenya.**

BID- BOND.

WHEREAS ELDORET UKULIMA HOUSING TENANTS WELFARE GROUP (Hereinafter called "the Bidder") has submitted its tender dated 21-Apr-15, Tender No: UCSCS/02/2015 for the Sale of Ukulima Sacco Society Limited Houses in Eldoret.. (Hereinafter called "the Bid")

KNOW ALL PEOPLE by these presents that We FAMILY BANK LTD, P. O. BOX 74145 00200 NAIROBI having our Registered Office at Fourways Towers, Muindi Mbingu Street (Hereinafter called "the bank") are bound unto **The Chief Executive Officer, UKULIMA SACCO SOCIETY LIMITED** Hereinafter called "the Employer") in the sum of **Kshs. 3,040,000/= (Three Million and Forty thousand Only)** for which payment well and truly to be made to the said Employer, the Bank binds itself, its successors, and assigns by these presents.

Sealed with the common Seal of the said Bank this **April 21, 2015.**

The Conditions of this obligation are:

1. If the bidder withdraws his Bid during the period of Bid validity specified by the Bidder on the Bid Form;
Or
2. If the bidder refuses to accept the correction of errors in his bid; or
3. If the bidder having been notified of the acceptance of his bid by the Employer during the period of Bid validity
 - a) Fails or refuses to execute the form agreement in accordance with the instructions to tenderers , 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 Employer up to the above amount upon receipt of his first written demand, without the Employer having to substantiate his demand, provided that in his demand the Employer will note that the amount claimed by him is due to him owing to the occurrence of one or both of the two conditions, specifying the occurred condition or conditions.

This tender guarantee will remain in force up to and including (30) days after the period of tender validity, and any demand in respect thereof should reach the bank not later than the 20th August, 2015 after which the guarantee shall become null and void whether the original is returned to us or not.

Signed and sealed this 21 April 2015.

