***Schedule IV – Template for Bank Guarantee for Advance Payment Security***

*[Guarantor letterhead or SWIFT identifier code]*

**Beneficiary:** **Grenada Community Development Agency (GRENCODA), St. John, Grenada**

**Date:** *[Insert date of issue]*

**ADVANCE PAYMENT GUARANTEE No.:** *[Insert guarantee reference number]*

**Guarantor:** *[Insert name and address of place of issue, unless indicated in the letterhead]*

We have been informed that ***(insert contractor name)*** (hereinafter called “the Applicant”) has entered into ***Contract No. XXX*** dated ***DD/MM/YEAR*** with the Beneficiary, for the execution of **Construction of Gouyave MPA Office on Upper Depradine Street, Gouyave, St. John, Grenada** (hereinafter called "the Contract").

Furthermore, we understand that, according to the conditions of the Contract, an advance payment in the sum of **XXX Eastern Caribbean dollars (EC$XX.XX)** is to be made against an advance payment guarantee.

At the request of the Applicant, we as Guarantor, hereby irrevocably undertake to pay the Beneficiary any sum or sums not exceeding in total an amount of **XXXX (EC$XXX)** upon receipt by us of the Beneficiary’s complying demand supported by the Beneficiary’s statement, whether in the demand itself or in a separate signed document accompanying or identifying the demand, stating that the Applicant:

* + 1. has used the advance payment for purposes other than toward supply and delivery of the Contract

It is a condition for any claim and payment under this Guarantee to be made that the advance payment referred to above must have been received by the Supplier on its account *[insert number* *and domicile of the account].*

This Guarantee shall remain valid and in full effect from the date of the advance payment received by the Supplier under the Contract until **DD/MM/YY**.

This Guarantee is subject to the Uniform Rules for Demand Guarantees, ICC Publication No. 458.

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*[signature(s)]*