

Payment Guarantee (for delivery of goods)

Specimen

PAYMENT GUARANTEE

You concluded a contract no. _____, dated _____, with Messrs _____
_____ for the supply of _____ at a total price
of _____.

According to the terms of the above contract a bank guarantee shall be presented as security for the payment of the delivered goods.

At the request of Messrs _____, we, Zürcher Kantonalbank, herewith irrevocably undertake to pay to you on your first demand, irrespective of the validity and the legal effects of the mentioned contract and waiving all rights of objection and defence arising from said contract, any amount up to

_____ (in words: _____)

upon receipt of your duly signed demand for payment and your written confirmation that

a) you have delivered the goods to Messrs _____ in conformity with the terms of the above stated contract and that

b) you have not received payment on the due date for the amount claimed under this guarantee.

The total amount of this guarantee will be reduced by any payment effected thereunder.

For the purpose of identification, your demand for payment in writing has to be presented through the intermediary of a bank, with their confirmation by authenticated SWIFT to us that the signature(s) thereon is (are) legally binding upon you.

Your demand is also acceptable if transmitted to us in full by authenticated SWIFT through the intermediary of a bank confirming that your original demand has been sent to us and that the signature(s) thereon is (are) legally binding upon you.

Your demand will be considered as having been made once we are in possession of your written demand for payment and the bank's confirmation of your signature(s) by authenticated SWIFT or the authenticated SWIFT transmitting your demand for payment.

Our present undertaking expires upon receipt of your legally signed letter of discharge; however, it expires automatically and in full on

_____.

provided we have not received your demand for payment in the above-mentioned form by that time.

This guarantee is governed by Swiss Law, place of jurisdiction is Zurich 1.