

## **SPECIMEN Payment Bond**

Dear Sirs,

we have been informed that you have concluded on (Datum) a contract No. .... with ... ( herein referred to as “ buyer “ ) for the supply of .... at a total price of ... .  
According to this contract up to ... (...% of the total price) shall be secured by a bank guarantee.

This being stated, we, Sparkasse Krefeld, Ostwall 155, D-47798 Krefeld/Germany, waiving all rights of objection and defense arising from the principal debt, hereby irrevocably undertake to pay immediately to you, upon your first demand, any amount up to

**....(currency / maximum amount)**  
(in full letters:...)

upon receipt of your written request for payment and your written confirmation stating that

- you have supplied the buyer with the goods ordered, in conformity with the terms of the contract and
- you have not received payment from the buyer, at the due date, in the amount claimed under this guarantee.

For the purpose of identification your request for payment and your confirmation have to be presented through the intermediary of a first rate bank confirming that the signatures are legally binding upon your firm.

Our guarantee is valid until ..... and expires in full and automatically, should your written request and your confirmation not be in our possession by that date, irrespective of whether the present instrument is returned to us or not.

This document is to be returned to us when the bond is no longer required or its validity has expired.

The amount of this bond will automatically be reduced in line with each partial payment made under this bond by us.

Rights from this guarantee may only be assigned with our prior written consent.

The issuance of this document is permitted by the laws of the Federal Republic of Germany. In the event of any recourse under this guarantee, we will effect payment in accordance with the regulations on payment transactions then in force between the Federal Republic of Germany and your country.

This bond is subject to the laws of the Federal Republic of Germany. Place of jurisdiction is Krefeld.

Yours faithfully,