**BENEFICIARY: MASAITI TOWN COUNCIL**

**THE COUNCIL SECRETARY**

**CIVIC CENTER**

**MASAITI, ZAMBIA**

**DATE: 14TH AUGUST, 2025**

**PERFORMANCE GUARANTEE NO: DICL/BONDS/PERF/0057/08/2025**

We have been informed that **SOUTHERN AFRICAN ENGINEERING ASSOCIATES, POLT 6 CHIBOTE AVENUE PARKLANDS, KITWE** (Hereinafter called “the Contractor”) has entered into a Contract with you, for the execution of **THE CONSTRUCTION OF AN ABLUTION BLOCK AND WATER SUPPLY SYSTEM AT KANGWENA COMMUNITY SCHOOL** (Hereinafter called “the Contract”).

Furthermore, we understand that, according to the conditions of the Contract, a performance guarantee is required.

At the request of the Contractor, we **DISCOVER INSURANCE COMPANY, PLOT NO. 27, NJOKA ROAD, OLYMPIA PARK, LUSAKA** Hereby irrevocably undertake to pay you any sum or sums not exceeding in total an amount of **ZMW74,280.00(ZAMBIAN KWACHA SEVENTY FOUR THOUSAND, TWO HUNDRED EIGHTY ONLY)** such sums being payable in the types and proportions of currencies in which the Contract Price is payable, upon receipt by us of your first demand in writing accompanied by a written statement stating that the Contractor is in breach of its obligation(s) under the contract, proving or showing grounds for your demand or the sum specified therein.

This guarantee shall expire no later than the **14th** Day of **AUGUST 2026** and it is a condition of this guarantee that it remains in force and no demand will be instituted before expiration of the date therein.

This guarantee is subject TO THE Uniform Rules for Demand Guarantees, ICC Publication No. 458, except that subparagraph (ii) of Sub-article 20 (a) is hereby excluded.

**DISCOVER INSURANCE COMPANY**

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**Myali Nonde Richard Lubemba**

**CHIEF EXECUTIVE OFFICER DEPUTY MANAGING DIRECTOR**