

Guarantor Indemnity Bond for Loan Agreement

THIS DEED OF GUARANTEE AND INDEMNITY

This Indemnity Bond is executed on this ____ day of _____, 20__ at _____.

By: _____ (hereinafter referred to as "the Guarantor", which expression shall, unless repugnant to the context, include his/her/their heirs, executors, administrators, representatives and assigns)

In favour of: _____ (hereinafter referred to as "the Lender", which expression shall, unless repugnant to the context, include its successors and assigns)

WHEREAS

1. The Lender has agreed to grant a loan of **Rs.** _____ (Rupees _____ **only**) to _____ (hereinafter referred to as "the Borrower") upon the terms and conditions agreed between the parties.
2. At the request of the Borrower, the Guarantor has agreed to guarantee and indemnify the due repayment of the loan and all related dues.

NOW THIS DEED WITNESSES AS FOLLOWS:

1. In consideration of the Lender granting the aforesaid loan to the Borrower, the Guarantor hereby irrevocably and unconditionally guarantees the due payment and discharge by the Borrower of all amounts due under the loan agreement.
2. If the Borrower fails to perform or observe any of the terms, the Guarantor undertakes to pay forthwith on demand all amounts due and indemnify the Lender against any losses, claims, damages or expenses arising therefrom.
3. The guarantee herein contained is a continuing one and will not be discharged except by complete repayment/discharge of all liabilities of the Borrower to the Lender.
4. The liability of the Guarantor shall not be affected by any act, omission, time, indulgence or waiver by the Lender, or by any arrangement between the Lender and the Borrower.
5. This bond is governed by and shall be construed in accordance with the laws of India.

DETAILS OF PARTIES

Name of Borrower: _____

Name of Guarantor: _____

Address of Guarantor: _____

Loan Amount: _____

IN WITNESS WHEREOF

The Guarantor has hereunto set his/her hand at _____ on this _____ day of _____, 20__.

Guarantor Signature

Borrower Signature

Lender/Authorized Signatory

Witnesses:

1. _____
2. _____

IMPORTANT NOTES

- This is a legally binding document; seek legal advice before signing.
- Ensure all names, addresses, and loan details are correct and consistent.
- Both the Guarantor and Borrower must fully understand the extent of liability.
- Guarantor may be held liable for all dues in case of Borrower's default.
- Witness signatures are required for validity.