

JOINT INDEMNITY BOND

(For Loan Agreement)

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

BY

Mr./Ms. _____, S/o/D/o _____, residing at _____ (hereinafter referred to as "Principal Borrower", which term shall include his/her heirs, successors, administrators, and assigns).

AND

Mr./Ms. _____, S/o/D/o _____, residing at _____ (hereinafter referred to as "Co-Borrower/Guarantor", which term shall include his/her heirs, successors, administrators, and assigns).

WHEREAS

1. The Principal Borrower has approached _____ **Bank/Financial Institution** (hereinafter referred to as "Lender") for the grant of a loan of Rs. _____.
2. The Lender has agreed to grant the loan upon the joint indemnity of the Borrower and the Co-Borrower/Guarantor.

NOW THIS BOND WITNESSETH AS FOLLOWS

1. We, the undersigned, jointly and severally undertake to indemnify and keep indemnified the Lender from and against all losses, damages, costs, charges, and expenses which may be incurred by the Lender by reason of any default in repayment of the Loan or part thereof or in payment of interest or any other dues by the Borrower.
2. In the event of any default by the Principal Borrower, the Lender shall have full authority to enforce this bond against any or all of us jointly and/or severally.
3. This Indemnity shall be binding upon us, our heirs, legal representatives, and assigns.
4. The terms and conditions of this bond may be altered only with the written consent of the Lender.

IN WITNESS WHEREOF

We have hereunto set and subscribed our respective hands at _____ on this ____ day of _____, 20__.

Signature of Principal Borrower

Name: _____

Address: _____

Witness:

1. _____ 2. _____

Signature of Co-Borrower/Guarantor

Name: _____

Address: _____

Witness:

1. _____ 2. _____

Important Notes:

- This document should be read carefully and signed by both parties in the presence of witnesses.
- Ensure that all blank fields are duly filled and accurate information is provided.
- Stamp duty as per the applicable state laws must be paid for the Indemnity Bond.
- Consult your legal advisor for any modifications or clarifications before signing.
- This bond is legally binding and enforceable by the Lender in case of default.