

**Acceptance of Bank Guarantee
as Security Deposit and
Earnest Money Deposit.**

Government of Gujarat

Finance Department

GR. No.: EMD-SD/102006/108/DMO

Date: 30/03/2012

Read: FD GR. No.: EMD-SD/102006/108/DMO Dt. 04/05/2011

Preamble:

Tendering authorities of State Government and State Government Boards/Corporations/PSUs frequently take Bank Guarantee from the bidders towards Security Deposit and Earnest Money Deposit. State Government had issued the list of eligible banks vide above mentioned resolution of this department Dt. 04-05-2011.

After careful considerations, the Government has decided to expand the list of Banks whose Bank Guarantees would be accepted and it has now been decided to resolve as follows:

Resolution:

Government Departments and State Government Boards/Corporations/PSUs would accept Bank Guarantee (towards Security Deposit and Earnest Money Deposit) issued by any of the bank included in the Annexure I, attached to this Resolution.

The tendering authority will be required to ascertain the authenticity of the Bank Guarantee and set up necessary internal control procedures.

By order and in the name of the Governor of Gujarat

Sanjeev Kumar

Additional Secretary (Budget)

Finance Department

To,

Principal Secretary to His Excellency Governor of Gujarat, Raj Bhavan, Gandhinagar

Principal Secretary to Hon. Chief Minister

PS to Leader of Opposition Party

PS to Hon. Finance Minister

PS to all Hon. Ministers, State Ministers and Deputy Ministers

Secretary, Legislative Assembly Secretariat, Gandhinagar

PS to Chief Secretary

PS to Principle Secretary Finance

PS to Principal Secretary Expenditure, Finance Department

PS to Secretary (EA), Finance Department

All Administrative Departments, Sachivalaya, Gandhinagar

All Heads of Department

All Public Enterprises of the State

Accountant General-I (Audit) Gujarat, Ahmedabad

Accountant General (A&E) Gujarat, Ahmedabad

Accountant General-II (Audit) Gujarat, Rajkot

Accountant General (A&E) Gujarat, Rajkot

Chief Information Officer, Finance Department

All Add. Secy. /Joint Secy. /Dep. Secy. Finance Department

All Branches, Finance Department

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Annexure I.

Finance Department, GR. No.: EMD-SD/102006/108/DMO

Date: 30/03/2012

(A) Guarantees issued by following banks will be accepted as SD/EMD on permanent basis.

1. All Nationalized Banks including the Public Sector Bank- IDBI Ltd.
2. Private Sector Banks authorized by RBI to undertake State Government Business (at present- AXIS Bank, ICICI Bank and HDFC Bank).

(B) Guarantees issued by following Banks will be accepted as SD/EMD for period up to March 31, 2013. The validity cut-off date in GR is with respect to date of issue of Bank Guarantee irrespective of date of termination of Bank Guarantee.

1) Commercial Banks

1. Kotak Mahindra Bank
2. Yes Bank
3. IndusInd Bank

2) Regional Rural Banks of Gujarat

1. Saurashtra Gramin Bank
2. Baroda Gujarat Gramin Bank
3. Dena Gujarat Gramin Bank

3) Co-operative Banks of Gujarat

1. The Kalupur Commercial Co-operative Bank Ltd.
2. Rajkot Nagarik Sahakari Bank Ltd.
3. The Ahmedabad Mercantile Co-operative Bank Ltd.
4. The Mehsana Urban Co-operative Bank Ltd.
5. Nutan Nagrik Sahakari Bank Ltd.

Sanjeev Kumar

Additional Secretary (Budget)

Finance Department

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