PRELIMINARY AGREEMENT

Articles of agreement executed on this the……day of…….. …… between the Managing Director, HOMCO (hereinafter referred to as "HOMCO") of the one part and Shri …… ……H.E. name and address of the tenderer) (hereinafter referred to as "the bounden") of the other part.

WHEREAS in response to the Notification No …… dated ..... the bounden has submitted to HOMCO a tender for the ..... specification therein subject to the terms and conditions contained in the said tender;

WHEREAS the bounden has also deposited with the Government a sum of Rs …….. as earnest money for execution of an agreement undertaking the due fulfillment of the contract in case his tender is accepted by HOMCO.

NOW THESE PRESENTS WITNESS and it is hereby mutually agreed as follows:-

1. In case the tender submitted by the bounden is accepted by HOMCO and the contract for ……. is awarded to the bounden, the bounden shall within ……. Days of acceptance of his tender execute an agreement with HOMCO incorporating all the terms and conditions under which the HOMCO accepts his tender.
2. In case the bounden fails to execute the agreement as aforesaid incorporating the terms and conditions governing the contract, HOMCO shall have power and authority to recover from the bounden any loss or damage caused to HOMCO by such breach as may be determined by HOMCO appropriating the earnest money deposited by the bounden and if the earnest money

is found to be inadequate the deficit amount may be recovered from the bounden and his properties movable and immovable in the manner hereinafter contained.

3. All sums found due to HOMCO under or by virtue of this agreement shall be recoverable from the bounden and his properties movable and immovable under the provisions of the Revenue Recovery Act for the time being in force as though such sums are arrears of land revenue and in such other manner as HOMCO may deems fit.

In witness whereof Shri ..... (H.E. name and designation) for and on behalf of HOMCO and shri..... Bounden have hereunto set their hand the day and year shown against their respective signatures.

Signed by Shri. …… (date) .....In the presence of witnesses: 1. . ……..

2. ……..

Signed by Shri. …… (date).....In the presence of witnesses:

1. …….....

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