

ADVANCE PAYMENT BOND

under clause 28, subclause (2), of AB Abridged

At the request of
(the contractor):

we hereby guarantee to
(the client):

the payment of a total amount of up to DKK
(in words: Danish kroner):

**relating to advance payment for materials purchased
by the contractor and not delivered on the construction
site, comprising** (description of materials, etc):

for (the project):

I. Payment under the bond

If the client requests payment under this bond, such request must, in accordance with clause 8, subclause (6), of AB Abridged, be made in writing and notified simultaneously to the contractor and the guarantor with a precise specification of the nature and extent of the alleged breach and the size of the amount claimed.

The amount claimed must be paid to the client within ten working days after receipt of the notification unless the contractor has filed a request with the Danish Building and Construction Arbitration Board before then, asking the Board to issue a decision on the security provided, in particular with a view to determining whether the payment claim is justified; see clause 53 of AB Abridged.

If the expert decides that payment must be made under the bond, the amount must be paid out no later than three working days after the parties and the guarantor have received written notification of the decision; see clause 67, subclause (9), of AB 18; see clause 53 of AB Abridged.

The guarantee amount of this bond will be reduced by any amount paid under the bond.

II. Cessation of the bond

The bond ceases when the materials covered by the advance payment have been delivered to the construction site. The client must notify the guarantor of such delivery in writing as soon as possible.

The bond is reduced proportionally when deliveries are made in instalments.

III. Disputes

Any dispute concerning payment under or cessation of this bond must be resolved by a decision on the security provided in accordance with clause 53 of AB Abridged; see clause 8, subclauses (6) and (7), of AB Abridged.

If the circumstances warranting a claim in accordance with clause 8, subclause (6) or (7), of AB Abridged are already the subject of a dispute between the parties in pending proceedings as set out in clause 54 or clause 55 of AB Abridged, an introduction of the claim in the pending proceedings replaces the request for a decision on the security provided; see clause 8, subclause (8), of AB Abridged.

If the contractor is declared bankrupt, the guarantor may file a request for a decision on the security provided in accordance with clause 53 of AB Abridged, in which case the guarantor becomes a party to the case; see clause 8, subclauses (6) and (7), of AB Abridged.

The guarantor accepts that all disputes arising out of or in connection with this bond are resolved in accordance with the provisions of chapter J of AB Abridged, except for clause 50 of AB Abridged.

Bond no/ref no:

Guarantor:

Date and signature: