



Mohsin Sheikhani

Chairman ABAD

**Association of Builders And
Developers of Pakistan (ABAD)**

ABAD House, ST- 1/D, Block 16,
Gulistan-e-Jauhar, Karachi, 75290.
UAN : 111-11-ABAD (2223)
Direct : 0213-4632225 Fax: 0213-4613648
Email : chairman@abad.com.pk
URL : www.abad.com.pk

**ABAD POLICY FOR ISSUING GUARANTEE FOR SECURITY DEPOSIT EQUIVALENT TO
1% OF TOTAL COST OF THE PROJECT ON BEHALF OF THE MEMBER**

TERMS OF REFERENCE

1. Guarantee: ABAD Guarantee will be issued without discrimination to all members subject to fulfillment of the following requirements;
 - a) It will be issued on behalf of those Builders & Developers who have taken NOC for sale for at least Two Projects and have successfully completed/delivered to the Allottees.
 - b) ABAD will charge 10% of the security/Guarantee, amount from the members as processing fees.
 - c) Members desiring to obtain ABAD Guarantee must pay in Advance ABAD membership charges at least to the extent of the project completion life as declared for Sale NOC.
 - d) ABAD Guarantee will not be issued to those members against whom there are numbers of complaints pending at ABAD from the Allottees or their ongoing projects is/are delayed more than 5 years of completion time without taking any extension/ revision from the regularity authority.
 - e) To encourage new members, ABAD will issue guarantee subject to pay of processing fees and additional pledge of property equivalent to the amount of guarantee.
02. A Committee consisting four Senior Members, will be formed to issue the above Guarantee.
03. The above Committee will work independently without any interference from the Office Bearers.

LB

04. The Committee will have an option to Co-opt any member for disposal of case of a particular area on temporary basis.
05. The Committee shall decide the case unanimously.
06. The Tenure of the Committee will be for 3 years, tenure can further be extended for 3 more years.
07. In case of vacancy in the committee due to any reason before completion of three years term, it may be fulfilled by the 2/3 votes of combined CEC and REC of that region.
08. The Committee may either accept or reject any request for issuance of Guarantee within 7 working days, without giving any reason.
09. An appeal against the decision of the Committee will be filed with immediate CEC, Final decision will be taken unanimously by the CEC, and this will be accepted as final decision.
10. A undated cheque of full amount of Guarantee will be given to ABAD along with other documentation which will/can be used if the Guarantee is called by SBCA or otherwise will be returned and uncashed on 50% occupation of the Project.
11. Following Members of ABAD are to be made members of the Committee.
 - a) **Mr. M. Anwer Gagai**
 - b) **Mr. Syed Shahid Khairi**
 - c) **Mr. Haroon Karim**
 - d) **Mr. Rameez Qasim Gaziani**

Best Regards,


for **Mohsin Sheikhani**
Chairman – ABAD