**PAYMENT SCHEDULE**

Letter of Credit will be opened by the Purchaser. No Advance payment will be made.

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **STAGE OF PAYMENT** | **STAGE OF CONTRACT** | **DOCUMENT TO BE SUBMITTED** | **AMOUNT OF PAYMENT** | **REMARKS** |
| **(A) Foreign Payment** |
| 1 | First installment | On shipping the items part or fully | * Copies of the Supplier’s invoice showing description of Goods, quantity, unit price, total amount and HS Code Number;
* 3 copies of clean on-board bill of lading marked freight prepaid.
* Copies of packing list identifying contents of each package and measurements
* Manufacturer’s warranty certificate as per **Clause 15** hereof.
* Inspection certificates, issued by the nominated inspection agency.
* Manufacturer’s Inspection and Test Certificate
* Certificate of origin
* Certificate of conformity to the requirements specified in the specifications.
* Inspection and test certificate by the NWSDB pre-shipment Inspection team.
 | 75% of foreign component of the items shipped on Letter of Credit. |  |
| 2 | Balance foreign component | Final acceptance by the Engineer based on the delivery and other obligations. | ~~On production of a Final Acceptance (taking over) Certificate issued by the Engineer.~~Engineer’s Representative’s approval for the balance payment of Foreign Component.Submission of Bank guarantee for 5% of Contract Price as a retention money. | Balance 25% of the foreign component. | The Foreign component of Contract Sum shall become payable within 60 Days from the date of the ~~Engineer’s Final Acceptance Certificate~~ approval. |
| **(B) Local Payment** |
| 3 | First Paymentof supply bill | On delivery and stacking of the Goods at site | Document providing the delivered Goods ~~and passed in test performed~~ are in compliance with the specifications. | 90% of the Local component of the Contract Price less Bank charges | Sri Lanka Rupeescomponent by a cheque in favour of the supplier. |
| 4 | Balance Local Payment of supply bill | Final acceptance by the Engineer for the delivery and other obligations | A written request for balance payment in the form of an invoice based on the BOQ and Engineer’s approval for the payment.  | 10% of the Local component of the Contract Price less remaining Bank charges. | The total Contract Sum shall become payable within 60 Days from the date of the ~~Engineer’s Final Acceptance Certificate~~ approval. |
| 5 | Installation Bill (Local) payment | On Final Acceptance Certificate. | A written request by the Contractor for the Engineer’s Representative’s approval for the payment.On production of a Taking Over Certificate issued by the Engineer. | As requested by the Contractor in their offer. |  |
| **(C) Final Payment** |
| 6 | Final Payment (Release of retention) | Successful completion of the contract after Defects Liability Period, final acceptance by the Engineer. | a). Written request for the release of retention guarantee. b) On production of a taking over Certificate issued by the Engineer. | Release the retention guarantee. | ~~The total Contract Sum shall become payable~~ within 60 days from the date of the Engineer’s final acceptance Certificate. |