**PAYMENT SCHEDULE**

Letter of Credit will be opened by the Supplier / Contractor. An Advance payment will be made.

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| **STAGE OF PAYMENT** | | **STAGE OF CONTRACT** | **DOCUMENT TO BE SUBMITTED** | **AMOUNT OF PAYMENT** | | **REMARKS** |
| 1. **Foreign Payment** | | | | | | |
| 1 | Mobilisation Advance Payment | After signing of Contract Agreement | * A written request for payment in the form of an invoice. * A bank guarantee for the equivalent amount. * A performance bond. | 20% of the contract price. | Advance payment shall be made within 30 days of signing the Contract upon submission of required documents. | |
| 2 | Subsequent Payments | 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. | 55% of foreign component of the items shipped on Letter of Credit. |  | |
| 3 | Final Payment | Final acceptance by the Engineer based on the delivery and other obligations. | On production of a Final Acceptance 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 shall be paid. | The total Contract Sum shall become payable within 60 days from the date of the Engineer’s Final Acceptance Certificate. | |

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| **(B) Local Payment** | | | | | |
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| 4 | First Payment  of 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 supply bill less Bank charges. | Sri Lanka Rupees  component by a cheque in favour of the supplier. |
| 5 | 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 supply bill less remaining Bank charges. | The total Contract Sum shall become payable within 60 Days from the date of the Engineer’s Final Acceptance Certificate. |
| 6 | Installation Bill (Local) payment | On Final Acceptance Certificate. | A written request for the Engineer’s Representative’s approval for the payment. | As requested by the Contractor in their offer. |  |