

INDEMNITY ON ACCOUNT OF ADVANCE DOCUMENTS
To:
COMMERCIAL BANK OF CEYLON PLC

LC No [If Applicable].....

 **Branch**

Account No.....

We inform you that the goods mentioned below have arrived. As we have not received the original documents relating to this consignment from you so far, we present herewith an indemnity agreement whereby we have agreed to indemnify the bank in consideration of your endorsing the attached advance copies of the shipping documents and enabling clearance of the under mentioned consignment

Bill Of Lading (Airway Bill) No.	Marks & Nos.	Packages [No.]	Vessel (Flight No.)	Description Of Goods	Invoice Value

In consideration of your having complied with our request to endorse advance copies of the shipping documents as aforesaid, we hereby unconditionally agree to indemnify you and keep you indemnified against all consequences thereof and against all demands actions proceedings liabilities, claims, damages, losses, costs and expenses, including any losses due to fluctuations in the exchange rates, which you may suffer or incur by reason of your endorsing the advance copies of the shipping documents as aforesaid or the delivery of the said goods to us or otherwise in connection there with and to pay to you immediately on damage all payments losses costs and expenses made or suffered by you in consequence thereof or arising thereof.

We hereby authorize you to retire the bills on receipt of the relevant original documents from your correspondents without further reference to us, notwithstanding any discrepancies whatsoever that may upper therein. All such discrepancies are hereby accepted.

 Name stamp and authorized signature(s)

We hereby authorize you to debit our current account or any other account maintained by us with the bill value or shortfall that may arise at the time of retirement of the said bills, notwithstanding the fact that such debits may create overdrafts.

We undertake to furnish to you on demand all exchange control and import control documents that you may require in connection with the importation of the said goods and the payment there of by us.

As additional security we (enclose our cheque for/enclose cash for)authorize you to debit our account and credit yourselves with the sum of Rs..... such amount to be held by you as collateral security for the due discharge of our liabilities under this indemnity and we hereby agree that you may at your sole discretion and without prejudice to, or in any-way limiting other rights which you may have for recovery against us, apply without notice this deposit or any part of it, in or towards redemption or part redemption of our liability on any bill drawn in connection with the above mentioned goods that may arrive though you or any other bank or of any liability of ours under this indemnity.

We hereby further agree that until such time as we meet our obligations hereunder ,the goods cleared by us as aforesaid or the sale proceeds thereof are to be held by us in trust for your bank and such sale proceeds are to be held available to you. We also confirm that until the goods cleared by us as aforesaid are sold, they shall be properly insured against fire ,theft and all other normal risks or such other causes and contingencies as you may require and we agree to assign to you the policy of insurance if and when demanded by you and that until performance of our obligations hereunder, the insurance money payable under such policy is to be held as available to you and if received by us shall be held by us in trust on your behalf until the same is paid to you.

We further authorized you to charge your commission and charges to our account.

The undertaking and authorities hereby given and conferred shall be irrevocable and all such undertakings and authorities shall continue to be in force until all moneys due by us to you at any time and from time to time shall be paid in full.

Dated at Colombo/.....on.....20.....

SIGNATURE VERIFIED
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Name stamp and authorized signature(s)

Any alterations must be properly authenticated by placing authorized signatories full signature