

NOTE INDICATING PROCEDURE FOR CLAIMING ON ACCOUNT ADVANCES AS FOR CLAUSE 11(a) & (b) OF THE MODEL AGREEMENT FOR PRODUCTION OF FILM IN DIGITAL FORMAT.

“ON ACCOUNT ADVANCE”

- I. **BY WAY OF BANK GUARANTEE** : In case an advance is to be drawn against the Bank Guarantee. The Filmmaker has to execute a Bank Guarantee, as in the enclosed Proforma, on requisite stamp papers.

The Government may at its own discretion pay ‘on account advance’ to the Filmmaker as mentioned herein below which is to be adjusted against the aforesaid agreed Contract amount towards initial expenses:

- (a) Fifty per cent of the total Contract amount on signing of the Agreement and furnishing of Bank Guarantee for the equivalent amount.
- (b) Thirty per cent of the Contract amount on approval of the rough cut by the Govt . and on submission of Bank Guarantee for the equivalent amount.
- (c) The rest and remainder to be paid after delivery of the film and acceptance and approval of the film materials as mentioned hereinabove.

Pre-receipted bill in triplicate / original duly signed by the Producer on ` 1/- revenue stamp.

OR

- I. **BY WAY OF SURETY BOND** :

- a) In case the same is to be drawn against the sureties then the filmmaker has to submit the following documents –

The filmmaker has to execute a surety bond in the enclosed proforma furnishing the name of two sureties therein on the stamp paper(s) valid for **State of Maharashtra** of the value of ` **600/-** as under :

- i.** Original copy prepared on stamp paper(s) of the value of ` **500/-**
- ii.** Duplicate copy prepared on stamp paper(s) of the value of ` **100/-**
- b) Income Tax Clearance Certificates & copy of PAN Card of both the sureties as of the filmmaker and issued by the Income Tax Department in the prescribed form.
- c) Declaration of immovable property of both the sureties in the enclosed prescribed form certifying that their property is free from any encumbrances and documentary evidence (like copy of agreement letter issued by President / Secretary of the Society on letter head) possessing the immovable property by the sureties.

Pre-receipted bill in triplicate / original duly signed by the Producer on ` 1/- revenue stamp.