

WHEREAS the Company is conducting on.....day of every English month from itsBranch a Chitty with No.....in monthly instalments consisting of.....classes with a total Chitty amount of ₹..... per instalment with auctions/draws commencing from.....day of

WHEREAS the bounden is a subscriber of one ticket in.....class of the value ₹under Chittal No.....of the said chitty which was auctioned/ drawn on

AND WHEREAS the auction/draw was confirmed in the name of the bounden and whereas out of the total Chitty amount of ₹.....for the above ticket a sum of ₹.....(Rupees.....only) has been adjusted towards foreman's commission and a sum of ₹.....(Rupees.....only) towards auction discount as per rules of the Chitty and the Balance amount of ₹ (Rupees.....only) has been received from the company in cash by the bounden.

AND WHEREAS the bounden has received as aforesaid all amounts due to him/her under the said Chitty.

AND WHEREAS the bounden has so far paid instalments of the said Chitty has to payinstalments of the said chitty amounting to ₹..... (Rupees.....only) and the bounden and the sureties for the payment of future instalments of the chitty amounting to ₹ (Rupees only) regularly on the prescribed dates and for the due and prompt compliance of terms and conditions of the Chit Agreement failing which the instalments with interest as prescribed in the Chit Agreement shall be recovered from the bounden and the sureties and subject other terms and conditions contained in the Chit Agreement and those hereinafter appearing to which the bounden and sureties have agreed.

NOW THIS CHITTY SECURITY BOND WITNESSES AS FOLLOWS;

1.The bounden and the sureties do hereby agree to pay the company the said sum of ₹(Rupees.....only) towards the amount of future instalments by monthly instalments of ₹.....ininstalments on the Chitty dates being theday of every English month, the first of such instalments being due on.....and shall get the receipt of the payments acknowledged in the Chitty Pass book and return the pass book at termination of chitty and get back this bond duly cancelled at their own cost and shall duly and promptly comply with all the terms and conditions herein contained and those contained in this Chit Agreement.

2. If default made in paying the instalments stipulated in the Chit Agreement the same with interest shall be paid at the next instalment and on the failure to make such payments at the latter instalments also the bounden and sureties shall immediately pay the entire amount inclusive of the defaulted as well as all future instalment also, with interest and other expenses as stipulated in the Chit Agreement. The Bounden and the sureties do hereby agree that the company shall have the right to realise from them the costs and expenses incurred by the company collecting the dues in pursuance to this.

3.If at any time the sureties hereby furnished are considered insufficient by the company and if additional security for the future payments is demanded, the same shall be furnished immediately by the bounden and the sureties to the satisfaction of the company failing which all future and unpaid instalments shall be immediately paid by the bounden and the sureties with interest on the whole amount at 12 % /14% per annum from the date of notice for furnishing additional security.

4.If default is made in paying the instalment and in complying with terms and condition of the Chit Agreement and those in this bond the Company Shall have right to claim all defaulted and all future instalments in a lump and the bounden and sureties do hereby agree that not with standing and without prejudice to the said right, the company may at its option, after receiving all or part of the defaulted instalments or after entering into any agreement with the bounden and or with bounden and or either

of the sureties condone the default and permit the bounden and the sureties to continue to pay instalment, as if no default has occurred , the same option being exercisable by the company on any and all such occasions of default, it being expressly agreed that such condonations will not discharge the sureties but they will continue to be liable for all unpaid and future instalments and that for the purpose of this bond the bounden as well as the sureties, shall each be deemed to the principal debtors for the full amount.

5. The bounden and the sureties do hereby agree that all sums found due to the company under or by virtue of this bond may be recovered jointly and severally from them and their properties movable and immovable as if such sums are arrears of land revenue due or in any other manner as the company may deem fit.

6. The liability of the sureties under this bond is co-extensive with that of the bounden and shall not be effected by the company giving time or any other indulgence to the bounden or by the company varying all or any of the terms and conditions of the Chit Agreement of those herein contained.

7. The bounden and the sureties do hereby consent to deduct from the death cum retirement benefit including pension and voluntary retirement proceeds whenever it falls due in case there is balance to be recovered towards liability aforementioned.

8. The bounden and the sureties do hereby agree that in case the company is drawn to any litigation, we are liable for the court cost and expenses incurred by the company in respect of such litigation.

9. The Subscriber/borrower/surety has deposited A/c payee crossed cheque bearing Nos..... of SB A/c Current A/c No..... of (branch) ofBanks to the KSFE empowering the latter to fill up the same, in case there is any outstanding amount due in the account and present the same before the Bank and former hereby accords consent to the KSFE to fill up the date and amount outstanding, in the cheques and present the same for realizing the dues to KSFE The subscriber/Borrower/Surety hereby promises to KSFE that he/she shall ensure prompt collection of the cheques.

Signed by the bounden Sri/Smt.....
in the presence of witnesses

1) Sri/Smt.....

2) Sri/Smt.....

Signed by the surety 1) Sri/Smt.....
in the presence of witnesses

1) Sri/Smt.....

2) Sri/Smt.....

Signed by the surety 2) Sri/Smt.....
in the presence of witnesses

1) Sri/Smt.....

2) Sri/Smt.....

Signed by the surety 3) Sri/Smt.....
in the presence of witnesses

1) Sri/Smt.....

2) Sri/Smt.....