

Payment Agreement

This Payment Agreement is executed at _____ on this _____ day of Month _____, 2020.

By and between

1. **(Insert Business Name)** through **(Insert Person Name and Designation)** S/O _____ R/O _____. (Here after called owing Party)

And

2. **(Insert Business Name)** through **(Insert Person Name and Designation)** S/O _____ R/O _____. (Here after called owed Party)

WHEREAS, the Owing Party owes the Owed Party [Amount owed] (the “Deficiency”); and

WHEREAS, the Owing Party and the Owed Party desire to enter into an Agreement whereby the Owing Party shall pay the Owed Party the sum of the Deficiency on a Payment Plan according to the terms and conditions herein.

NOW, THEREFORE, in consideration of the mutual covenants and promises made by the parties hereto, the Owing Party and the Owed Party (individually, each a “Party” and collectively, the “Parties”) covenant and agree as follows:

1. Deficiency Acknowledgment

The Owing Party agrees and acknowledges that it owes the Owed Party an amount of money equal to the Deficiency as defined above. Nothing in this Payment Agreement is a waiver of any amounts owed and in the event of any breach of this Agreement by the Owing Party, the Owed Party’s rights to the Deficiency shall not be limited.

2. Owing Party Representation and Warranty

The Owing Party hereby represents and warrants that this Agreement and the payment plan herein has been developed in a manner that the Owing Party reasonably believes that it can pay the Owed Party without any interruption notwithstanding an additional change in circumstances.

3. Payment Plan

The Parties hereby agree to the Payment Plan as described on “Exhibit A” attached hereto (the “Payment Plan”). The Owing Party agrees to make the payments to the Owed Party associated with the dates as listed in the Payment Plan.

4. Method of Payment

Payments shall be made to the Owed Party in accordance with the Payment Plan via [Payment Mode/Instrument].

5. Release and Indemnification

In consideration for agreeing to this Payment Agreement, the Owed Party hereby releases any claims against the Owing Party related to the Deficiency as of the date of this Agreement. However, nothing in this Agreement is meant to release the Owing Party from its obligation to pay the Deficiency according to the Payment Plan herein or limit the rights of the Owed Party in collecting said Deficiency.

6. Acceleration upon Breach

In the event that the Owing Party fails to make any payments in accordance with the Payment Plan, upon reaching (Insert Number of Days) days after the failure to make any such prescribed payment, the full amount of the Deficiency shall come immediately due and payable.

7. Assignment

The Owed Party may assign this Agreement with written notice to the Owing Party. In the event of such assignment, the assignee may designate a new method of payment.

8. No Modification Unless in Writing

Any modification in this Agreement shall be valid unless in writing and agreed upon by both Parties.

9. Severability

In the event of any provision of this Agreement is held to be invalid, illegal, or enforceable for any reason, then the Parties agree that such provision shall be deemed to be struck and the remainder

of the Agreement shall be enforced as if the struck provision were never included in the Agreement.

10. Applicable Law

This Agreement and the interpretation of its terms shall be governed by and construed in accordance with the laws of the (Insert Province and Country Name) subject to the exclusive jurisdiction of the Federal and Provincial Courts located in (County), (Province).

**IN WITNESSES WHERE OF THE PARTIES HAVE SET THEIR HANDS ON THIS -----DAY -----MONTH, --
----- YEAR AT -----PLACE**

**For and on behalf of the
Owing Party**

Signature: _____

Name: _____

CNIC / Passport # _____

WITNESS # 1

Signature: _____

Name: _____

CNIC / Passport # _____

**For and on behalf of the
Owed Party**

Signature: _____

Name: _____

CNIC / Passport # _____

WITNESS # 2

Signature: _____

Name: _____

CNIC / Passport # _____

Exhibit – A (Payment Plan)

| Srl.# | Amount | Payment Method | Date and Time |
|--------------|---------------|-----------------------|----------------------|
| 1 | | | |
| 2 | | | |
| 3 | | | |