

Loans Section/Department of Financial Administration**University of Peradeniya****Distress Loan Agreement**

This agreement is made between residing at (hereinafter referred to as the “Borrower”), and where applicable, this term shall include his/her heirs, legal representatives, administrators, and assigns, and the University of Peradeniya, Sri Lanka (hereinafter referred to as the “University”), represented by the duly authorized officer of the University, on the dates and terms set forth below.

1. For the purpose of (reason for the loan), the University agrees to lend the Borrower a sum of Sri Lankan Rupees (loan amount in words), being Rs., on the date of the month, 20.....
2. The Borrower shall use the said loan amount only for the stated purpose. The Borrower shall provide documentary proof to the satisfaction of the University’s authorized officer or his/her nominee, showing that the entire loan amount was used for the said purpose, on or before day of 20..... or within a time period thereafter as specified for review.
3. The loan amount of Rs. (loan amount in words) shall bear interest at% per annum, and the Borrower shall repay it in equal installments of Rs. each, together with Rs. per installment to the University. The first installment shall be paid on day of 20..... and each subsequent installment on the day of the following months.
4. The Borrower hereby authorizes the University of Peradeniya’s Bursar to deduct from his/her salary any outstanding installment amounts payable to the University.

The parties further agree that the entire outstanding loan amount shall become immediately due and payable in the following situations:

- i. If the Borrower ceases to be employed by the University.
- ii. If the Borrower dies.

In such events, even if this agreement specifies otherwise, the outstanding amount (or any portion thereof) shall be paid to the University immediately.

IN WITNESS WHEREOF, the parties have signed this agreement at the places and on the dates indicated below.

Signed at on the day of 20.....

.....

Signature of Borrower

.....

Date

In the presence of witnesses:

First Witness

Second Witness

(Must be a Head of Department / Division)

Name :

Name :

Designation:

Designation:

Signature :

Signature :

Signed at on the day of
20..... by Authorized Officer of the
University of Peradeniya)

.....

Authorized Officer of the University of Peradeniya

.....

Date

In the presence of witnesses:

First Witness

Second Witness

Name :

Name :

Designation:

Designation:

Signature :

Signature :