**Demand Promissory Note Delivery Letter**

The Manager

Indian Overseas Bank Date: **«loan\_date»**

Avalpoondurai Branch

Sir,

Please take Delivery of the accompanying Demand Promissory Note Dated **«loan\_date»** for Rs **«loan\_amount»** made by **«borrower\_name»** (Borrowers) in favour of ………………………………… (Guarantors)

We further request you to note that:

* + 1. This Demand Promissory Note is intended to and shall operate as a continuing security for all loans indebtedness and liabilities of the Borrower(s) to the Bank at all times during its subsistence notwithstanding:
  1. The existence of a credit balance of ‘Nil’ balance in the loan accounts at any time or any partial payment or fluctuation of accounts;
  2. Any loans or any part thereof have been repaid either after demand has been made by the Bank or otherwise or has not been so repaid on demand.
     1. We dispense with a notice of dishonor in terms of Section 98(a) of the Negotiable Instruments Act, 1881 and that in the event of payment not being made on demand the Bank is at liberty to give time to either of us without discharging the other of us from liability.

Yours faithfully,

Borrower/s

Guarantor/s

F 297