[Your Company Letterhead]

[Date]

[Recipient Name]

[Recipient Title]

[Recipient Company Name]

[Recipient Address]

[City, State, Zip Code]

Dear [Recipient Name],

Subject: Advance Payment Contract Agreement

This Advance Payment Contract ("Agreement") is made and entered into as of [Effective Date], by and between [Your Company Name], located at [Your Company Address], and [Recipient Company Name], located at [Recipient Address].

## 1. \*\*Purpose\*\*

The purpose of this Agreement is to outline the terms and conditions related to the advance payment made by [Your Company Name] to [Recipient Company Name].

2. \*\*Advance Payment Amount\*\*

[Your Company Name] agrees to provide an advance payment of [Amount in Currency] to [Recipient Company Name] for [brief description of goods/services provided].

3. \*\*Payment Terms\*\*

The advance payment will be made on or before [Payment Date] via [Payment Method].

4. \*\*Obligations of the Recipient\*\*

[Recipient Company Name] agrees to utilize the advance payment for the intended purpose defined above and to provide periodic updates on the status of the goods/services.

5. \*\*Repayment Conditions\*\*

[Include terms regarding repayment, if applicable, or state that the advance payment is non-refundable.]

6. \*\*Governing Law\*\*

This Agreement shall be governed by and construed in accordance with the laws of [State/Country].

7. \*\*Acceptance\*\*

By signing below, both parties agree to the terms and conditions set forth in this Agreement.

[Your Company Name]

[Your Name]

[Your Title]

[Date]

[Recipient Company Name]

\_\_\_\_\_

[Recipient Name]

[Recipient Title]

[Date]

Please feel free to reach out if you have any questions or need further clarification.

Sincerely,

[Your Name]

[Your Title]

[Your Company Name]

[Your Contact Information]