

[Bank Name]
[Bank Address]
[City, State, Zip Code]

[Date]

[Borrower Name]
[Borrower Address]
[City, State, Zip Code]

RE: Conditional Commitment Letter - Construction Term Loan

Dear [Borrower Contact Name],

We are pleased to inform you that [Bank Name] ("Lender") has approved your application for a Construction Term Loan, subject to the terms and conditions outlined below:

1. PROPOSED LOAN TERMS

- **Borrower:** [Legal Name of Borrower]
- **Loan Amount:** Up to \$[Amount]
- **Purpose:** Construction of [Project Name/Description] located at [Project Address].
- **Construction Period:** [Number] months.
- **Term Loan Period:** [Number] months following construction completion.
- **Interest Rate:** [Rate]% (Floating/Fixed).
- **Collateral:** First priority mortgage/deed of trust on the real property and all improvements.

2. CONDITIONS PRECEDENT TO CLOSING

This commitment is contingent upon the satisfaction of the following conditions:

- Receipt of a satisfactory certified appraisal.
- Review and approval of final construction plans, specifications, and budget.
- Verification of required equity contribution by Borrower.
- Satisfactory environmental site assessment (Phase I).
- Evidence of valid building permits and zoning compliance.
- Receipt of a title insurance commitment and builder's risk insurance.
- Execution of formal loan documentation acceptable to the Lender.

3. EXPIRATION

This conditional commitment shall expire on [Date] unless extended in writing by the Lender. This letter is not a final contract but an outline of the terms under which the Lender would proceed to closing.

Please acknowledge your acceptance of these terms by signing below and returning this letter by [Deadline Date].

Sincerely,

[Signature]

[Name of Bank Officer]

[Title]

ACCEPTED AND AGREED:

By: _____

Name: [Borrower Name]

Date: _____