

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

[Date]

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

RE: Commitment Letter for Bilateral Warehouse Line of Credit

Dear [Contact Person Name],

[Bank Name] ("Lender") is pleased to confirm its commitment to provide a Bilateral Warehouse Line of Credit ("Facility") to [Borrower Name] ("Borrower") under the following terms and conditions:

- 1. FACILITY AMOUNT:** A maximum principal amount of up to \$[Amount].
- 2. PURPOSE:** To fund the origination and accumulation of [Type of Assets, e.g., Mortgage Loans] prior to sale or securitization.
- 3. MATURITY DATE:** [Number] months from the closing date, unless extended by mutual agreement.
- 4. INTEREST RATE:** The Facility will bear interest at a floating rate equal to [Reference Rate, e.g., SOFR] plus a margin of [Percentage]% per annum.
- 5. COLLATERAL:** The Facility shall be secured by a first priority perfected security interest in all assets funded by the Facility, including related records and proceeds.
- 6. ADVANCE RATE:** Lender will advance up to [Percentage]% of the [Market Value/Face Value] of the eligible assets.
- 7. FEES:**
 - Commitment Fee: [Percentage]% of the total Facility amount.
 - Unused Fee: [Percentage]% on the average daily unused portion of the Facility.
- 8. COVENANTS:** The Borrower shall maintain financial covenants including, but not limited to, Minimum Net Worth, Minimum Liquidity, and Maximum Leverage ratios as defined in the definitive loan documents.
- 9. CONDITIONS TO CLOSING:** This commitment is subject to the completion of due diligence, legal documentation satisfactory to the Lender, and no material adverse change in the Borrower's financial condition.

10. EXPIRATION: This commitment will expire on [Date] unless accepted by the Borrower and the required fees are paid by such date.

Please indicate your acceptance of these terms by signing below.

Sincerely,

[Lender Representative Name]

[Title]

[Bank Name]

ACCEPTED AND AGREED:

By: _____

Name: [Borrower Representative Name]

Title: [Title]

Date: _____