

[Date]

[Borrower Name]

[Borrower Address]

[City, State, Zip Code]

RE: Binding Commitment for Warehouse Line of Credit

Dear [Contact Person Name],

[Lender Name] ("Lender") is pleased to provide this binding commitment to [Borrower Name] ("Borrower") for a Warehouse Line of Credit facility under the following terms and conditions:

- **Facility Type:** Revolving Warehouse Line of Credit
- **Commitment Amount:** \$[Amount in Numbers] ([Amount in Words] Dollars)
- **Purpose:** To fund the origination and holding of eligible [Type of Assets, e.g., Residential Mortgages] pending sale to approved secondary market investors.
- **Interest Rate:** [Index, e.g., Term SOFR] plus a margin of [Percentage]%
- **Maturity Date:** [Date]
- **Advance Rate:** Up to [Percentage]% of the [Fair Market Value/Cost] of eligible collateral.
- **Commitment Fee:** \$[Amount] payable upon execution of this letter.
- **Unused Line Fee:** [Percentage]% per annum on the average daily unused portion of the facility.

Collateral: The facility shall be secured by a first priority perfected security interest in all loans funded through the line, including all related notes, mortgages, security agreements, and insurance proceeds.

Conditions Precedent: This commitment is subject to the execution of definitive loan documentation satisfactory to the Lender, including but not limited to a Warehouse Loan and Security Agreement, and the delivery of all required corporate authorizations and legal opinions.

Expiration: This binding commitment will expire if not accepted by the Borrower in writing by [Time] on [Date].

Please indicate your acceptance of these terms by signing below.

Sincerely,

[Lender Name]

By: _____

Name: [Name of Authorized Signatory]

Title: [Title]

ACCEPTED AND AGREED:

[Borrower Name]

By: _____

Name: [Name of Authorized Signatory]

Title: [Title]

Date: _____