

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

[Date]

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

**RE: Commitment Letter for Secured Warehouse Line of Credit**

Dear [Borrower Contact Name],

[Lender Name] ("Lender") is pleased to advise you that your application for a Secured Warehouse Line of Credit has been approved. This commitment is subject to the following terms and conditions:

- 1. Facility Amount:** A revolving line of credit up to the maximum principal amount of \$[Amount].
- 2. Purpose:** To provide working capital for the financing of [Type of Inventory/Mortgages] prior to sale to secondary market investors.
- 3. Interest Rate:** The outstanding principal balance shall bear interest at a floating rate equal to [Index, e.g., SOFR] plus a margin of [Percentage]%.
- 4. Maturity Date:** This facility shall expire on [Date], unless terminated earlier or extended in writing by the Lender.
- 5. Collateral:** The facility will be secured by a first priority perfected security interest in [Description of Collateral, e.g., all eligible mortgage loans, related documents, and proceeds].
- 6. Advance Rate:** Lender will advance up to [Percentage]% of the [Value/Cost] of the eligible collateral.
- 7. Fees:**
  - Origination Fee: \$[Amount]
  - Unused Line Fee: [Percentage]% per annum
  - Warehouse Fees: \$[Amount] per transaction
- 8. Covenants:** The Borrower shall maintain [Financial Covenants, e.g., Minimum Net Worth, Liquidity Ratios] as defined in the formal Loan Agreement.

**9. Conditions to Closing:** This commitment is subject to the execution of definitive loan documentation, satisfactory background checks, and [Other Conditions].

**10. Expiration of Offer:** This 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,

[Name of Officer]

[Title]

[Lender Name]

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**ACCEPTED AND AGREED:**

By: \_\_\_\_\_

Name: [Borrower Authorized Signatory]

Title: [Title]

Date: [Date]