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

[Date]

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

RE: COMMITMENT LETTER FOR EQUIPMENT FINANCING

Dear [Borrower Name],

[Lender Name] ("Lender") is pleased to inform you that your application for a franchise development equipment loan has been approved. This commitment is subject to the terms and conditions outlined below:

1. Borrower: [Legal Entity Name]

2. Guarantor(s): [Name of Individual or Corporate Guarantors]

3. Loan Amount: $[Amount]

4. Purpose: Financing of equipment for the development of [Franchise Name] located at [Project Address].

5. Interest Rate: [Rate]% per annum (Fixed/Variable)

6. Term: [Number] months

7. Repayment: [Monthly/Quarterly] payments of principal and interest in the amount of $[Amount].

8. Collateral: First priority lien on all equipment financed under this loan, including but not limited to: [Description of Equipment].

9. Fees: An origination fee of $[Amount] is due upon closing.

Conditions to Closing:

- Execution of a standard Loan Agreement and Promissory Note.

- Verification of Franchise Agreement in good standing.
- Proof of insurance naming Lender as Loss Payee.
- Final invoice from approved equipment vendors.
- Submission of updated financial statements if requested.

This commitment expires on [Expiration Date] if not accepted and returned by the Borrower. Please signify your acceptance by signing below.

Sincerely,

[Authorized Signature]
[Name and Title of Lender Representative]

ACCEPTANCE:

The undersigned Borrower hereby accepts the terms of this Commitment Letter.

Signature: __________________________ Date: __________

Name: [Printed Name]

Title: [Title]