[Date]

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

RE: Commitment Letter for Master Franchise Development Loan

Dear [Name of Principal],

[Lender Name] ("Lender") is pleased to advise you that your application for a Master Franchise Development Loan has been approved. This commitment is subject to the following terms and conditions:

1. Loan Amount: $[Amount]

2. Purpose: To fund the development, acquisition, and operational expenses of the [Franchise Name] Master Franchise territory within [Territory Description].

3. Interest Rate: [Rate]% per annum, [Fixed/Variable].

4. Repayment Term: [Number] months, with monthly payments of principal and interest commencing on [Date].

5. Collateral: This loan will be secured by a first priority lien on all business assets, the Master Franchise Agreement, and [Additional Collateral].

6. Guarantees: Personal guarantees are required from [Name of Guarantors].

7. Conditions Precedent: This commitment is contingent upon the following:

- Review and approval of the final Master Franchise Agreement by Lender's counsel.
- Verification of [Amount] in equity contribution from the Borrower.
- Satisfactory background and credit checks of all principals.
- Submission of valid insurance certificates naming Lender as loss payee.

8. Expiration: This commitment shall expire if not accepted in writing by [Date] and closed by [Date].

Please indicate your acceptance of these terms by signing below and returning this letter along with the commitment fee of $[Amount].

Sincerely,

[Signature]
[Name of Lending Officer]

[Title]
[Lender Name]

Acceptance:

The undersigned hereby accepts the terms and conditions of this Commitment Letter.

Signature: ____________________________ Date: __________