

[Date]

[Borrower Name]

[Borrower Address]

[City, State, Zip Code]

RE: Commitment Letter for Syndicated Franchise Development Loan

Dear [Contact Person Name],

[Lead Arranger Bank Name] ("Lead Arranger") is pleased to advise you that it has received approval to provide a syndicated credit facility to [Borrower Name] ("Borrower") for the purpose of franchise development, subject to the terms and conditions outlined below.

1. FACILITY DETAILS

- **Facility Type:** Syndicated Term Loan / Revolving Credit Facility
- **Total Commitment Amount:** \$[Amount]
- **Purpose:** Financing for the development, construction, and equipment of [Number] franchise units of [Franchise Brand Name].
- **Maturity Date:** [Number] months from the closing date.

2. INTEREST AND FEES

- **Interest Rate:** [Base Rate + Margin]% per annum.
- **Arrangement Fee:** [Percentage]% of the total commitment.
- **Unused Line Fee:** [Percentage]% on the undrawn portion of the facility.

3. COLLATERAL AND SECURITY

The facility will be secured by a first-priority perfected security interest in all assets of the Borrower, including but not limited to equipment, inventory, leasehold interests, and a pledge of the franchise agreements.

4. SYNDICATION

The Lead Arranger reserves the right to syndicate a portion of the commitment to a group of financial institutions ("Syndicate Banks") in consultation with the Borrower. The Lead Arranger will serve as the Administrative Agent for the Syndicate Banks.

5. CONDITIONS PRECEDENT

This commitment is subject to the following conditions:

- Execution of definitive loan documentation satisfactory to the Lead Arranger.
- Receipt of a fully executed Franchise Agreement for each location.

- Satisfactory review of financial statements and projections.
- Completion of satisfactory background checks and due diligence.

6. EXPIRATION

This commitment letter shall expire if not accepted by the Borrower in writing by [Expiration Date].

Sincerely,

[Signature]

[Name of Authorized Officer]

[Title]

[Lead Arranger Bank Name]

ACCEPTANCE:

The Borrower hereby accepts the terms of this Commitment Letter.

By: _____

Name: [Borrower Authorized Signatory]

Title: [Title]

Date: _____