

[Lending Institution Name]
[Address]
[City, State, Zip Code]

[Date]

[Borrower Name]
[Farm/Business Name]
[Address]
[City, State, Zip Code]

RE: LOAN COMMITMENT FOR FARM EXPANSION REAL ESTATE

Dear [Borrower Name],

We are pleased to inform you that [Lending Institution Name] has approved your application for a real estate loan to facilitate your farm expansion. This commitment is subject to the terms and conditions outlined below:

1. LOAN DETAILS

- **Loan Amount:** \$[Amount]
- **Purpose:** Purchase of [Number of Acres] acres located at [Property Legal Description/Address].
- **Interest Rate:** [Rate]% [Fixed/Variable].
- **Term:** [Number] years.
- **Repayment Schedule:** [Monthly/Quarterly/Annual] payments beginning on [Date].

2. COLLATERAL

This loan shall be secured by a first mortgage/lien on the subject real estate and [Description of any additional equipment or livestock used as collateral].

3. CONDITIONS PRECEDENT TO CLOSING

- Satisfactory real estate appraisal confirming a value of at least \$[Amount].
- Clean title report and issuance of a title insurance policy.
- Evidence of adequate property and hazard insurance.
- Submission of updated financial statements and tax returns.
- Environmental assessment of the expansion acreage.

4. EXPIRATION

This commitment will remain valid until [Expiration Date]. Closing must occur on or before this date unless an extension is granted in writing.

Please indicate your acceptance of these terms by signing and returning a copy of this letter by [Deadline Date].

Sincerely,

[Signature]
[Loan Officer Name]
[Title]

ACCEPTANCE

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

Signature: _____ Date: _____