

Date: [Insert Date]

Borrower Name: [Insert Borrower Name]

Address: [Insert Borrower Address]

City, State, Zip: [Insert City, State, Zip]

RE: Commitment Letter for Long-Term Agricultural Real Estate Loan

Dear [Insert Borrower Name],

[Insert Lender Name] (the "Lender") is pleased to inform you that your application for a long-term agricultural real estate loan has been approved. This commitment is subject to the following terms and conditions:

1. LOAN AMOUNT: \$[Insert Amount]

2. PURPOSE: The proceeds of this loan shall be used for [Insert Purpose, e.g., Purchase of Farmland/Refinancing].

3. INTEREST RATE: [Insert Rate]% per annum [Fixed/Variable].

4. REPAYMENT TERM: The loan will have a term of [Insert Number] years, with payments due [Monthly/Quarterly/Annually].

5. COLLATERAL: This loan will be secured by a first priority mortgage or deed of trust on the following agricultural real estate: [Insert Legal Description or Property Address].

6. LOAN TO VALUE (LTV): The loan amount shall not exceed [Insert Percentage]% of the appraised value of the collateral.

7. CONDITIONS PRECEDENT TO CLOSING:

- Satisfactory real estate appraisal.
- Phase I Environmental Site Assessment.
- Title insurance policy naming Lender as insured.
- Proof of property and liability insurance.
- Verification of current agricultural production and income.

8. EXPIRATION: This commitment will expire on [Insert Expiration Date] unless accepted in writing by the Borrower and all conditions are met by that date.

Please indicate your acceptance of these terms by signing below and returning this letter by [Insert Return Date].

Sincerely,

[Insert Name of Bank Representative]

[Insert Title]

[Insert Lender Name]

ACCEPTANCE:

The undersigned Borrower(s) hereby accept the terms and conditions set forth in this Commitment Letter.

[Insert Borrower Name]

Date: _____