

[Bank/Financial Institution Letterhead]

Date: [Date]

To:

[Borrower Name]

[Borrower Address]

RE: COMMITMENT LETTER FOR NEWBUILD VESSEL FINANCING

Dear [Name of Contact Person],

We are pleased to confirm that [Lender Name] ("Lender") hereby commits to provide a credit facility to [Borrower Name] ("Borrower") for the construction and acquisition of the vessel described below, subject to the terms and conditions outlined herein.

1. TRANSACTION DETAILS

- **Vessel Description:** [Hull Number, Vessel Type, Deadweight/Tonnage]
- **Shipyard:** [Name and Location of Shipyard]
- **Contract Price:** [Currency and Amount]

2. FACILITY TERMS

- **Facility Amount:** [Currency and Amount, e.g., 70% of Contract Price]
- **Purpose:** To finance pre-delivery installments and/or the final delivery payment.
- **Interest Rate:** [Rate, e.g., LIBOR/SOFR + Margin]
- **Repayment Term:** [Number] years from the date of vessel delivery.
- **Repayment Schedule:** [e.g., Quarterly installments with a balloon payment].

3. SECURITY AND COLLATERAL

The facility will be secured by, but not limited to:

- First Priority Mortgage over the Vessel (upon delivery).
- Assignment of the Shipbuilding Contract and Refund Guarantees.
- Assignment of Insurances and Earnings.
- Corporate/Personal Guarantees from [Guarantor Name].

4. CONDITIONS PRECEDENT

This commitment is subject to the following:

- Execution of definitive loan documentation satisfactory to the Lender.
- Receipt of a valid Refund Guarantee issued by an acceptable bank.
- Confirmation of the Borrower's equity contribution.

- No material adverse change in the financial condition of the Borrower or Shipyard.

5. EXPIRATION

This commitment remains valid until [Expiry Date]. If not accepted by the Borrower and documentation is not initiated by this date, the offer shall expire.

Yours sincerely,

[Signature]

[Name of Authorized Signatory]

[Title]

[Lender Name]

ACCEPTANCE

The Borrower hereby accepts the terms of this Commitment Letter:

Signed: _____

Date: [Date]