

[Company Letterhead]

[Date]

[Borrower Name]

[Borrower Address]

[City, State, Zip Code]

RE: Extension of Factoring Facility Agreement

Dear [Contact Person Name],

This letter ("Extension Commitment Letter") refers to the Factoring Agreement dated [Original Agreement Date] between [Lender Name] ("Factor") and [Borrower Name] ("Client").

We are pleased to inform you that [Lender Name] has approved your request to extend the maturity date of your current factoring facility under the following terms and conditions:

1. Extension Period: The facility expiration date shall be extended from [Current Expiry Date] to [New Expiry Date].

2. Maximum Facility Limit: The maximum credit limit remains at [Amount] (unless otherwise specified here: [New Amount]).

3. Pricing and Fees:

- Factoring Fee: [Percentage]%
- Interest Rate: [Base Rate] + [Spread]%
- Extension Fee: [Amount/Percentage] (Payable upon execution)

4. Conditions Precedent: This extension is subject to the following conditions:

- No existing event of default under the current agreement.
- Execution of formal amendment documentation.
- Payment of all applicable extension fees.
- Delivery of updated financial statements for the period ending [Date].

5. Expiration of Offer: This commitment is valid until [Offer Expiry Date]. If the signed acceptance is not received by this date, this offer will lapse.

Except as expressly modified by this letter and subsequent formal amendment, all other terms and conditions of the original Factoring Agreement remain in full force and effect.

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

Sincerely,

[Name of Authorized Signatory]
[Title]
[Lender Name]

Acknowledge and Agreed:

For and on behalf of [Borrower Name]:

Signature: _____

Name: [Printed Name]

Title: [Title]

Date: [Date]