

[Date]

[Client Name]

[Client Address]

[City, State, Zip Code]

RE: UNCONDITIONAL FACTORING FACILITY COMMITMENT LETTER

Dear [Contact Person Name],

We are pleased to inform you that [Factoring Company Name] ("Factor") has approved an unconditional factoring facility (the "Facility") for [Client Name] ("Seller") under the following terms and conditions:

1. FACILITY DETAILS

- **Maximum Facility Limit:** [Amount in Currency]
- **Advance Rate:** [Percentage]% of the face value of eligible accounts receivable.
- **Factoring Fee:** [Percentage]% per [Period, e.g., 30 days].
- **Type of Facility:** Unconditional / Non-Recourse (subject to standard representations and warranties).

2. ELIGIBILITY

The Facility applies to accounts receivable generated in the ordinary course of business from debtors approved by the Factor. All invoices must be free and clear of any liens, encumbrances, or offsets.

3. DISBURSEMENT

Advances will be made within [Number] business days following the submission and verification of assigned invoices.

4. DOCUMENTATION

This commitment is subject to the execution of a definitive Factoring Agreement, the filing of necessary UCC-1 financing statements, and the completion of satisfactory due diligence.

5. GOVERNING LAW

This letter and the resulting Facility shall be governed by the laws of [State/Country].

6. EXPIRATION

This commitment is valid until [Expiration Date] and will expire if not accepted in writing by the Seller by such date.

Please indicate your acceptance of these terms by signing below.

Sincerely,

[Name of Authorized Signatory]
[Title]
[Factoring Company Name]

ACCEPTANCE:

The Seller hereby accepts the terms of this Commitment Letter.

By: _____
Name: [Name of Client Signatory]
Title: [Title]
Date: [Date]