

[Date]

[Borrower Name]

[Borrower Address]

[City, State, Zip Code]

RE: Commitment Letter for Syndicated Microfinance Facility

Dear [Contact Person Name],

[Lead Arranger Bank Name] ("Lead Arranger") and the participating financial institutions listed in Annex A (collectively, the "Lenders") are pleased to confirm their commitment to provide a syndicated microfinance credit facility (the "Facility") to [Borrower Name] ("Borrower") under the following terms and conditions:

1. FACILITY DETAILS

- **Total Facility Amount:** [Amount and Currency]
- **Purpose:** To fund micro-lending activities and general working capital requirements.
- **Type of Facility:** [e.g., Senior Secured Term Loan / Revolving Credit Facility]
- **Tenor:** [Number] months/years from the date of first drawdown.

2. INTEREST AND FEES

- **Interest Rate:** [Base Rate] + [Margin]% per annum.
- **Arrangement Fee:** [Percentage]% of the Total Facility Amount, payable on the closing date.
- **Commitment Fee:** [Percentage]% per annum on the undrawn portion of the Facility.

3. REPAYMENT AND SECURITY

- **Repayment Schedule:** [e.g., Quarterly installments / Bullet repayment at maturity].
- **Security/Collateral:** [e.g., Assignment of microloan portfolio, fixed and floating charges over assets].
- **Guarantees:** [Details of any corporate or personal guarantees, if applicable].

4. CONDITIONS PRECEDENT

The Lenders' obligation to fund the Facility is subject to the completion of the following:

- Execution of definitive legal documentation satisfactory to all Lenders.
- Satisfactory completion of financial and legal due diligence.
- Evidence of all necessary regulatory approvals and corporate authorizations.
- No material adverse change in the Borrower's financial condition.

5. EXPIRATION

This commitment will expire on **[Expiry Date]** unless a definitive agreement is executed or an extension is agreed upon in writing.

Please indicate your acceptance of these terms by signing and returning the enclosed copy of this letter by **[Acceptance Deadline Date]**.

Sincerely,

[Signature]

[Name of Authorized Signatory]

[Title]

[Lead Arranger Bank Name]

ACCEPTANCE

We hereby accept the terms and conditions outlined in this Commitment Letter.

For and on behalf of **[Borrower Name]**:

Name: [Name]

Title: [Title]

Date: [Date]