Date: [Insert Date]

To: [Insert Factor Name]
[Insert Factor Address]
[Insert City, State, Zip Code]

Subject: Confirmation of Recourse Guarantee

Dear [Insert Contact Name],

This letter serves as a formal confirmation of the Recourse Guarantee provided by [Insert Company Name] (the "Client") to [Insert Factor Name] (the "Factor") regarding the Accounts Receivable purchased under the Factoring Agreement dated [Insert Agreement Date].

In consideration of the Factor purchasing certain invoices, the Client hereby confirms and guarantees the following:

1. **Recourse Obligation:** The Client acknowledges that all accounts are factored on a "with recourse" basis. If any purchased invoice remains unpaid by the Customer (Debtor) for a period exceeding [Insert Number] days from its due date, or in the event of a dispute regarding the goods or services provided, the Factor maintains the right to demand immediate repurchase of said invoice by the Client.

2. **Repayment Terms:** Upon written notification from the Factor that an invoice is subject to recourse, the Client agrees to pay the full face value of the outstanding invoice, plus any applicable fees or interest, within [Insert Number] business days.

3. **Set-off Rights:** The Client authorizes the Factor to deduct any recourse amounts due from the Client's reserve account or from any future funding advances.

4. **Validity of Receivables:** The Client warrants that all invoices submitted for factoring represent bona fide sales of goods or services already delivered and accepted by the Customer without any known offsets or counterclaims.

This guarantee shall remain in full force and effect as long as the Factoring Agreement is active and until all obligations to the Factor have been satisfied in full.

Sincerely,

[Signature]

[Insert Name of Authorized Officer]
[Insert Title]
[Insert Company Name]