

[Bank or Lending Institution Name]

[Lender Address]

[City, State, Zip Code]

[Phone Number]

[Date]

[Borrower Name]

[Business Name]

[Borrower Address]

[City, State, Zip Code]

RE: Notice of Loan Approval - SBA [7(a) or 504] Construction Loan

Dear [Borrower Name],

We are pleased to inform you that your application for a Small Business Administration (SBA) construction loan has been approved. Below are the specific terms and conditions associated with this approval:

- **Loan Amount:** \$[Amount]
- **Interest Rate:** [Rate]%
- **Loan Term:** [Number] months/years
- **SBA Program:** [e.g., SBA 7(a) Real Estate & Construction]
- **Collateral:** [Description of property or assets]
- **Project Site:** [Construction Address]

Conditions of Approval:

This approval is subject to the following construction-specific requirements:

1. Execution of a final construction contract with [Contractor Name].
2. Submission of final plans, specifications, and building permits.
3. Performance and payment bonds (if applicable).
4. Satisfactory environmental review and appraisal updates.
5. Validation of borrower's equity injection of \$[Amount].

Disbursement Process:

Funds will be released via a structured draw schedule based on completed stages of construction and inspection verification. Interest-only payments may apply during the construction phase as outlined in your promissory note.

Please sign and return the enclosed commitment letter by [Expiration Date] to proceed to the closing phase. We look forward to supporting the growth of your business.

Sincerely,

[Signature]

[Name of Loan Officer]

[Title]

[Lending Institution Name]