

Date: [Insert Date]

To:

[Borrower Name]

[Company Name]

[Address]

[City, State, Zip Code]

Subject: Conditional Approval of Inventory Financing

Dear [Contact Person Name],

We are pleased to inform you that [Lender Name] has conditionally approved your request for an inventory financing facility. This approval is based on our preliminary review of your application and financial documentation.

Approved Terms:

- **Financing Limit:** [Insert Amount]
- **Interest Rate:** [Insert Percentage]%
- **Repayment Term:** [Insert Duration]
- **Collateral:** [Insert Description of Inventory/Assets]

Conditions for Final Approval:

This commitment is subject to the satisfaction of the following conditions by [Insert Deadline Date]:

1. Completion of a physical inventory audit by our designated representative.
2. Provision of updated financial statements for the most recent quarter.
3. Proof of adequate insurance coverage naming [Lender Name] as loss payee.
4. Submission of the signed Master Inventory Financing Agreement.
5. Verification of clear title to all existing inventory.

Please note that this letter is not a final binding agreement. Final funding is contingent upon the successful completion of our due diligence process and the execution of all legal loan documents.

If you wish to proceed, please sign below and return this letter along with the requested documentation.

Sincerely,

[Your Name]

[Your Title]

[Lender Name]

Acknowledgment and Acceptance:

By signing below, the Borrower acknowledges the terms and conditions set forth in this letter.

[Authorized Signatory Name]

[Date]