

[Date]

[Dealer Principal Name]

[Dealership Name]

[Business Address]

[City, State, Zip Code]

**Subject: Approval of Floor Plan Inventory Financing Facility**

Dear [Dealer Principal Name],

We are pleased to inform you that [Lending Institution Name] has approved your application for a Floor Plan Inventory Financing facility. This credit line is designed to assist [Dealership Name] in the acquisition of vehicle inventory for resale.

The terms and conditions of this approval are as follows:

- **Total Credit Limit:** \$[Amount]
- **Interest Rate:** [Rate]% per annum (Adjustable/Fixed)
- **Curtailment Schedule:** [Details of principal reduction requirements]
- **Collateral:** First priority security interest in all financed inventory and proceeds.
- **Facility Fee:** \$[Amount]
- **Expiration of Offer:** [Date]

This approval is subject to the execution of our standard Floor Plan Agreement, a UCC-1 financing statement filing, and the satisfactory completion of a physical inventory inspection. Please also provide proof of adequate insurance coverage naming [Lending Institution Name] as the loss payee.

To accept this offer, please sign the enclosed copy of this letter and return it to our office by [Date]. We look forward to a successful partnership with your dealership.

Sincerely,

[Name of Loan Officer]

[Title]

[Lending Institution Name]

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**Acceptance:**

I hereby accept the terms outlined in this Approval Letter.

Signature: \_\_\_\_\_ Date: \_\_\_\_\_