

[Company Letterhead/Logo]

[Date]

[Borrower Name]

[Borrower Address]

[City, State, Zip Code]

RE: Approval of Inventory Financing Facility

Dear [Contact Person Name],

We are pleased to inform you that [Lender Name] has approved your application for an inventory financing facility. This facility is designed to assist [Borrower Name] with the purchase of inventory and working capital requirements.

The approved terms of the facility are as follows:

- **Facility Amount:** \$[Amount]
- **Facility Type:** [Revolving Line of Credit / Term Loan]
- **Interest Rate:** [Rate]% per annum
- **Advance Rate:** [Percentage]% of eligible inventory value
- **Repayment Terms:** [Description of repayment schedule]
- **Collateral:** First priority lien on all inventory and related proceeds
- **Maturity Date:** [Date]

This approval is subject to the execution of standard loan documentation and the satisfaction of the following conditions:

- Verification of current inventory levels and valuation.
- Proof of adequate insurance coverage naming [Lender Name] as loss payee.
- [Additional Condition 1]
- [Additional Condition 2]

Please indicate your acceptance of these terms by signing below and returning this letter by [Deadline Date]. Upon receipt, our legal department will prepare the formal loan agreements for your signature.

We look forward to a successful partnership.

Sincerely,

[Signature]

[Name of Officer]

[Title]

[Lender Name]

Acceptance:

I, [Name], acting as [Title] for [Borrower Name], hereby accept the terms outlined in this approval letter.

Signature: _____ Date: _____