

ADJUSTABLE RATE MORTGAGE (ARM) LOCK COMMITMENT LETTER

Date: [Current Date]

Borrower Name(s): [Borrower Full Name(s)]

Property Address: [Full Property Address]

Loan Number: [Loan Number]

Dear [Borrower Name],

We are pleased to confirm that your interest rate for the mortgage loan referenced above has been locked. This commitment is subject to final underwriting approval and the terms outlined below.

Lock-In Terms:

- Lock Date: [Date Lock Started]
- Expiration Date: [Date Lock Expires]
- Loan Program: [Type of ARM, e.g., 5/1 ARM]
- Initial Interest Rate: [Initial Rate]%
- Loan Amount: \$[Total Loan Amount]

Adjustable Rate Details:

- Index: [Name of Index, e.g., SOFR]
- Margin: [Margin Percentage]%
- First Adjustment Cap: [Percentage]%
- Periodic Adjustment Cap: [Percentage]%
- Lifetime Rate Cap: [Percentage]%

Commitment Requirements:

This lock is valid until the Expiration Date noted above. If the loan does not close on or before this date, the interest rate and points may be subject to change based on current market conditions. Any changes to the loan application, including but not limited to the loan-to-value ratio, credit score, or occupancy status, may void this agreement or result in a rate adjustment.

Please sign and return a copy of this letter to acknowledge your acceptance of these terms.

Sincerely,

[Lender Representative Name]

[Lending Institution Name]

[Contact Information]

Acknowledgment:

I/We agree to the interest rate lock terms described in this document.

Borrower Signature / Date

Co-Borrower Signature / Date