

[Lender Name]
[Lender Address]
[City, State, Zip Code]

[Date]

[Borrower Name]
[Borrower Address]
[City, State, Zip Code]

RE: Commitment Letter for New Construction Loan

Dear [Borrower Name],

We are pleased to inform you that [Lender Name] has approved your application for a new construction loan for the property located at [Property Address/Legal Description].

Loan Terms:

- Loan Amount: \$[Amount]
- Interest Rate: [Rate]%
- Loan Term: [Number of Months]
- Construction Type: [Single Family/Multi-Family/Other]

Condition Subject to Appraisal:

This commitment is strictly subject to the receipt of a "Subject to Completion" appraisal report. The appraisal must be conducted by an appraiser approved by the lender and must show an "As-Completed" market value of no less than \$[Required Value]. The report must confirm that the proposed plans and specifications justify the loan-to-value requirements of this institution.

Additional Conditions:

- Review and approval of final construction plans and specifications.
- Review and approval of the construction contract and budget.
- Verification of builder's credentials and insurance.
- Satisfactory title insurance commitment.
- [Insert Other Condition]

This commitment will expire on [Expiration Date] if not closed or extended in writing by the lender.

Sincerely,

[Name of Loan Officer]
[Title]
[Lender Name]

Acknowledgment:

I/We accept the terms of this commitment letter.

[Borrower Signature]