

DATE: [Insert Date]

BORROWER(S): [Insert Borrower Names]

PROPERTY ADDRESS: [Insert Property Address]

LOAN NUMBER: [Insert Loan Number]

HOME EQUITY CONVERSION MORTGAGE (HECM) COMMITMENT LETTER

Dear [Insert Borrower Name(s)],

Congratulations. [Insert Lender Name] ("Lender") is pleased to inform you that your application for a Home Equity Conversion Mortgage (HECM) has been approved subject to the terms and conditions outlined below.

LOAN TERMS:

- **Maximum Claim Amount:** \$[Insert Amount]
- **Principal Limit:** \$[Insert Amount]
- **Initial Interest Rate:** [Insert Rate]%
- **Expected Interest Rate:** [Insert Rate]%
- **Mortgage Insurance Premium:** [Insert Details]
- **Payment Plan:** [Insert Plan - e.g., Tenure, Term, Line of Credit]

CONDITIONS OF APPROVAL:

This commitment is subject to the following requirements being met prior to or at the time of closing:

1. Completion of mandatory FHA HECM Counseling and submission of a valid certificate.
2. Clear and marketable title to the property.
3. Verification of current homeowners insurance and property taxes.
4. Satisfactory final inspection or repair updates if required by the appraisal.
5. [Insert Additional Condition]
6. [Insert Additional Condition]

EXPIRATION:

This commitment will expire on [Insert Expiration Date]. All documents must be signed and the loan must close on or before this date.

Please sign below to acknowledge your acceptance of this commitment and return it to our office by [Insert Return Date].

Sincerely,

[Insert Name]

[Insert Title]

[Insert Lender Name]

ACKNOWLEDGMENT AND ACCEPTANCE:

The undersigned Borrower(s) hereby accept(s) the terms and conditions of this Commitment Letter.

Borrower Signature

Date