REVERSE MORTGAGE LINE OF CREDIT COMMITMENT LETTER

Date: [Insert Date]

Borrower Name(s): [Insert Borrower Names]
Property Address: [Insert Property Address]
Loan Number: [Insert Loan Number]

Dear [Insert Borrower Name],

Congratulations. [Insert Lender Name] is pleased to inform you that your application for a Reverse Mortgage Line of Credit (HECM) has been approved subject to the terms and conditions outlined below.

1. LOAN TERMS

- Maximum Claim Amount: $[Insert Amount]
- Initial Principal Limit: $[Insert Amount]
- Initial Line of Credit Growth Rate: [Insert %]%
- Expected Interest Rate: [Insert %]%
- Mortgage Insurance Premium: [Insert %]%

2. LINE OF CREDIT DISBURSEMENT

Based on your current appraisal and existing liens, your initial available Line of Credit is $[Insert Amount]. Please note that specific HUD regulations may limit the amount of funds you can withdraw during the first 12-month disbursement period.

3. CONDITIONS FOR CLOSING

This commitment is subject to the following items being completed or verified prior to funding:

- Verification of clear title and valid homeowner insurance.
- Payment of all property taxes and assessments to date.
- Execution of all final loan documents and disclosures.
- Satisfaction of any remaining underwriting conditions: [Insert Conditions].

4. BORROWER OBLIGATIONS

To keep the Line of Credit in good standing, you must continue to occupy the property as your primary residence, pay all property taxes and homeowners insurance on time, and maintain the property in good repair.

5. EXPIRATION

This commitment letter is valid until [Insert Expiration Date]. If the loan does not close by this date, a new credit review or appraisal may be required.

Sincerely,

[Insert Name of Loan Officer]
[Insert Lender Name]
[Insert Contact Information]

ACCEPTANCE:

I/We hereby accept the terms of this Commitment Letter.

___________________________________ Date: __________
Borrower Signature