# CONDITIONAL RATE LOCK FLOAT-DOWN AGREEMENT

Date: [Insert Date]

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

This agreement outlines the terms of the Conditional Rate Lock Float-Down option for the above-referenced loan application.

**1. Initial Rate Lock**
The current interest rate is locked at [Insert Initial Rate]% for a period of [Insert Number] days, expiring on [Insert Expiration Date].

**2. Float-Down Provision**
Under this agreement, the Borrower is eligible for a one-time reduction in the locked interest rate if market rates decrease prior to the loan closing, subject to the following conditions:

- The prevailing market rate must be at least [Insert Percentage, e.g., 0.250]% lower than the current locked rate.
- The request to exercise the float-down must be made no later than [Insert Number] days before the scheduled closing date.
- The loan must be in "Approved" status with all significant credit contingencies cleared.

**3. Fees and Costs**
The cost to execute this float-down option is $[Insert Amount] or [Insert Percentage]% of the loan amount. This fee is [non-refundable/payable at closing].

**4. Expiration**
If the loan does not close on or before the original lock expiration date of [Insert Expiration Date], the float-down option and the initial rate lock may become void unless an extension is granted in writing by the Lender.

**5. Acceptance**
By signing below, the Borrower acknowledges and agrees to the terms and conditions of this Float-Down Agreement.

________________________________
Borrower Signature

________________________________
Co-Borrower Signature (if applicable)

________________________________
Lender Representative Signature