

PROMISSORY NOTE

Borrower's written promise to repay a loan to the lender

This Promissory Note (the "Note") is made on ____ day of _____, 20____ (the "Effective Date"), by:

BORROWER

Full Legal Name	
Address	
Email	
Telephone	

to and for the benefit of:

LENDER

Full Legal Name	
Address	
Email	
Telephone	

1. Promise to Pay

FOR VALUE RECEIVED, the Borrower unconditionally promises to pay to the order of the Lender the principal sum of \$_____ (_____ dollars) (the "Loan Amount"), together with interest as set out below.

2. Interest

Interest shall accrue on the unpaid principal balance at the rate of ____% per annum, calculated on a simple/compound basis. If applicable law specifies a maximum lawful rate that is lower than the rate above, the rate shall be reduced to such maximum rate.

3. Repayment

(Select one and delete the others.)

Option A — Lump Sum: The Loan Amount and all accrued interest are due in a single payment on _____.

Option B — Installments: The Borrower shall pay \$_____ per _____ (week/month) beginning on _____ until the Loan Amount and all interest are paid in full.

Option C — Interest-Only: The Borrower shall pay interest only of \$_____ per _____ until _____, at which time the entire unpaid principal balance and any accrued interest are due in a single balloon payment.

4. Payment Method

Payments shall be made by _____ to:

Payment Method	
Bank / Account Name	
Account / Reference No.	

5. Prepayment

The Borrower may prepay all or any portion of the principal at any time without penalty. Prepayments are applied first to accrued interest, then to principal.

6. Late Fee

If any payment is not received within ____ (__) days of its due date, the Borrower shall pay a late fee of \$_____ (or ____% of the overdue amount, whichever is greater).

7. Default

The Borrower shall be in default if (a) any payment is more than ____ (__) days overdue, (b) the Borrower becomes insolvent or files for bankruptcy, or (c) the Borrower breaches any other term of this Note. Upon default, the Lender may declare the entire unpaid balance immediately due and payable and may pursue any remedies available at law or in equity. The Borrower shall reimburse the Lender for reasonable collection costs and attorneys’ fees.

8. Security

(Select one.) Unsecured: This Note is not secured by any collateral. Secured: This Note is secured by the following collateral, described more fully in a separate security agreement:

_____.

9. Guarantor (Optional)

The undersigned Guarantor, if any, unconditionally and personally guarantees full and timely payment of all amounts due under this Note.

10. Waivers

The Borrower waives presentment, demand for payment, notice of dishonor, and any other notice or demand related to this Note, to the extent permitted by law.

11. Governing Law

This Note shall be governed by the laws of _____, and any dispute shall be resolved in the courts of _____.

IN WITNESS WHEREOF, the parties have executed this Agreement as of the Effective Date.

<p>BORROWER</p> <hr/> <p>Signature</p> <p>Name: _____</p> <p>Date: _____</p>		<p>LENDER</p> <hr/> <p>Signature</p> <p>Name: _____</p> <p>Date: _____</p>
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— END OF AGREEMENT —

This template is for general informational purposes only and is not legal advice. Consult a qualified attorney before use.

GUARANTOR (if any)

Signature · Name: _____

Date: _____