

# Family Loan Agreement

1. **Promise to Pay.** For value received, \_\_\_\_\_, (the 'Borrower') promises to pay \_\_\_\_\_ (the 'Lender') \$\_\_\_\_\_ and interest at the yearly rate of \_\_\_\_\_% on the unpaid balance as specified below.

2. **Monthly Installments.** Borrower will pay \_\_\_\_ monthly installments of \$\_\_\_\_\_ each.

3. **Date of Installment Payments.** Borrower will make an installment payment on the \_\_\_\_th day of each month beginning \_\_\_\_\_, 20\_\_ until the principal and interest have been paid in full.

4. **Application of Payments.** Payments will be applied first to interest and then to principal.

5. **Prepayment.** Borrower may prepay all or any part of the principal without penalty.

6. **Loan Acceleration.** If Borrower is more than \_\_\_\_ days late in making any payment, Lender may declare that the entire balance of unpaid principal is due immediately, together with the interest that has accrued.

7. **Security.** This is an unsecured note.

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This agreement was signed and dated on the \_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_

Signed and dated by both parties; each party receives a signed original)

## Borrower

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Printed Name

## Lender

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Printed Name

## Witness

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Printed Name