

PERSONAL LOAN AGREEMENT

THE PARTIES. This Personal Loan Agreement ("Agreement") made this _____ (Date) is between:

Borrower: ("Borrower")

Borrower's Full Name: _____

with a mailing address of: _____

and agrees to borrow money from:

Lender: ("Lender")

Lender's Full Name: _____

with a mailing address of: _____

LOAN AMOUNT. The total amount of money being borrowed from the Lender to the Borrower is _____ (Amount) ("Borrowed Money").

INTEREST RATE. The Borrowed Money shall:

Please choose the best option:

___ Option 1. Bear Interest. The Borrowed Money shall bear interest at a rate of ___ % compounded:

Please choose the best option:

___ Annually

___ Monthly

___ Other:

___ Option 2. NOT Bear Interest. There shall be no interest associated with the Borrowed Money. The Borrower's only obligation to the Lender is to repay the principal balance.

TERM. The total amount of the Borrowed Money, including principal and interest, shall be due and payable on _____ (Date) ("Due Date").

PAYMENTS. The Borrower agrees to repay the Borrowed Money to the Lender under the following payment schedule:

Please choose the best option:

___ Option 1. Weekly Payments. The Borrower agrees to repay the Lender on the _____ (Day) of each week until the Due Date.

___ Option 2. Monthly Payments. The Borrower agrees to repay the Lender on the _____ (Day) of each month until the Due Date.

___ Option 3. Lump Sum. The Borrower agrees to repay the Lender, in full, on the Due Date.

___ Option 4. Other

Hereinafter known as the ("Payment Schedule") All payments made by the Borrower shall be first applied to any accrued interest and second to the principal balance.

LATE PAYMENT. If the Borrower is late by more than ___ (number of days) for any payment due, it shall be considered late. If a payment is late, the Borrower shall be:

Please choose the best option:

___ Option 1. Charged a Late Fee. The Borrower shall be charged a late fee equal to:
(Late Fee Amount)

___ Option 2. Not Charged a Late Fee. The Borrower shall not be charged a late fee.

SECURITY. As part of this Agreement, the Borrower agrees to:

Please choose the best option:

___ Option 1. Pledge Security. The Borrower agrees to secure this Agreement by
pledging the following collateral: ("Security")
(Please describe the collateral.)

In the event the Borrower defaults under this Agreement, the Lender shall obtain
possession of the Collateral:

Please choose the best option:

___ In its entirety and without discount to the amount owed.

___ Equal to the amount owed of which a sale may be required.

___ Option 2. Not Pledge Security. This Agreement shall not be secured by any property
or asset of the Borrower.

ACCELERATION. The Lender shall have the right to declare the Borrowed Money to be
immediately due and payable, including interest owed, if any of the events are to occur:

Late Payment. If any payment is late that is due under the Payment Schedule of more
than 15 days;

Default. If the Borrower should default on any of the conditions of this Agreement; or

Security. If assets or property that are pledged as Security as part of this Agreement are transferred or sold.

SEVERABILITY. If any provision of this Agreement or the application thereof shall, for any reason and to any extent, be invalid or unenforceable, neither the remainder of this Agreement nor the application of the provision to other persons, entities, or circumstances shall be affected, thereby, but instead shall be enforced to the maximum extent permitted by law.

GOVERNING LAW. This Agreement shall be construed and governed by the laws located in **the State of** _____ ("Governing Law").

IN WITNESS WHEREOF, Borrower and Lender have executed this Agreement as of the day and year first above written.

Borrower's Signature: _____ Date: _____

Full Name (Printed): _____

Lender's Signature: _____ Date: _____

Full Name (Printed): _____

GUARANTOR ADDENDUM

The Guarantor, known as _____
(Guarantor's Full Name) agrees to be liable and pay the Borrowed Amount, including principal and interest, in the event of the Debtor's default. The Guarantor agrees to be personally liable under the terms and obligations of the Debtor in this Agreement.

Guarantor's Signature: _____ Date: _____

Full Name (Printed): _____

