

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.

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