

# LOAN AGREEMENT

This Loan Agreement ("Agreement") is made and entered into as of [DATE] by and between:

\_\_\_\_\_ [Lender Name], residing at \_\_\_\_\_ [Lender Address]  
("Lender"), and \_\_\_\_\_ [Borrower Name], residing at \_\_\_\_\_  
[Borrower Address] ("Borrower").

NOW, THEREFORE, based on the above and the agreements made by both parties, the following terms have been agreed:

## 1. Loan Amount.

The Lender agrees to lend to the Borrower the amount of £ \_\_\_\_\_ [AMOUNT] (the "Loan").

## 2. Repayment.

The Borrower agrees to repay the Loan to the Lender, together with interest, following the following schedule:

- Amount: £ \_\_\_\_\_ [AMOUNT] (including principal and interest)
- Frequency: [Monthly/Quarterly/Yearly] instalments of £ \_\_\_\_\_ [AMOUNT]
- Effective Date: \_\_\_\_\_ [DATE]
- Due Date: \_\_\_\_\_ [DATE]

## 3. Interest.

The Loan will accrue interest at an annual rate of \_\_\_\_\_ [INTEREST RATE]%.

This interest is calculated based on the remaining loan balance. The Borrower will make payments towards both the interest and the principal amount [Monthly/Quarterly/Yearly].

## 4. Early Repayment.

The Borrower shall have the right to prepay the Loan in its entirety at any time without incurring any prepayment penalty.

## 5. Late Payment.

If any payment is not received within \_\_\_ [NUMBER OF DAYS] days of the due date, a late fee of £ \_\_\_\_\_ [AMOUNT] will be charged.

## 6. Default.

If the Borrower fails to make any payment due hereunder when due, or fails to comply with any other material provision of this Agreement, the Borrower shall be in default of this Agreement. In the event of a default, the Lender may, at its sole option, accelerate the Effective Date of the entire Loan and demand immediate repayment of the entire amount, interest included.

## 7. Governing Law.

This Agreement will be governed by the law of \_\_\_\_\_ [COUNTRY].

## 8. Severability.

If any provision of this Agreement is held to be invalid or unenforceable, such provision shall be struck, and the remaining provisions shall remain in full force and effect.

## 9. Entire Agreement.

This Agreement, along with any attachments or addendums, represents the entire agreement between the parties. Therefore, this Agreement supersedes any prior agreements, promises, conditions, or understandings between the Lender and the Borrower.

LENDER

\_\_\_\_\_

LENDER (Print Name)

BORROWER

By: \_\_\_\_\_

Its: \_\_\_\_\_

\_\_\_\_\_

Signature of Lender