# Generated Term Sheet

**Parties:  
  
Lender: ABC Ventures  
Borrower: XYZ Tech Solutions  
Loan Amount: $2,000,000  
Pre-Money Valuation: $8,000,000  
Post-Money Valuation: $10,000,000**  
  
  
**Key Clauses**Investment Details:  
Security Type: Land holdings and office buildings  
Percentage Ownership: 20%  
Anti-Dilution: Full ratchet clause  
Dividend Policy: 8% of annual earnings as dividends  
Redemption Rights: Five-year redemption clause with a 12% premium if XYZ's EBITDA grows by 20%  
Governance Rights: Board seat and veto power on expenditures over $250,000  
Information Rights: Board representation, veto power on certain expenditures, and quarterly financial audits  
Business Model: IT software for financial companies  
Collateral: Office buildings and land holdings  
Liquidation Preferences: ABC Ventures receives investment amount back first in liquidation events  
Transfer Rights: Share transfers require ABC Ventures' prior written consent  
Drag-Along Rights: ABC Ventures can require all other shareholders to join in a sale or merger  
Right of First Refusal: ABC Ventures can purchase shares from other shareholders before third-party sales  
Closing Conditions: Disbursed upon due diligence completion, definitive agreements execution, and regulatory approvals  
Disclaimers: ABC Ventures disclaims liability for non-express representations or warranties  
Vesting Terms: Four-year vesting period for founders and key employees with a one-year cliff  
Clawback Terms: Erroneously distributed funds subject to clawback