Promissory Note

Entered at ( {{ ***Place*** }} ) on ( {{ ***dd\_mm\_yy*** }} )

**BETWEEN**

( {{ ***Name\_of\_Lender*** }} ), ( {{ ***son\_or\_daughter\_or\_wife\_of\_Lender*** }} ) of ( {{ ***Name\_of\_relative\_Lender*** }} ) aged ( {{ ***Age\_of\_Lender*** }} ) years and residing at ( {{ ***Address\_of\_Lender*** }} ), herein referred to as Lender

AND

( {{ ***Name\_of\_Borrower*** }} ), ( {{ ***son\_or\_daughter\_or\_wife\_of\_Borrower*** }} ) of ( {{ ***Name\_of\_relative\_Borrower*** }} ) aged ( {{ ***Age\_of\_Borrower*** }} ) years and residing at ( {{ ***Address\_of\_Borrower*** }} ), herein referred to as Borrower

Promissory note for the repayment of money borrowed.

Borrower agrees and promises to pay to Lender the sum of ( {{ ***Sum\_of\_money\_lent*** }} ) for value received with interest at an annual rate of ( {{ ***percentage\_of\_interest*** }} ) % payable after ( {{ ***date\_of\_payment*** }} )

for which the parties are witness to the terms and conditions given below:

**TERMS AND CONDITIONS TO THE AGREEMENT**

1. That the principal sum is ( {{ ***Sum\_of\_money\_lent*** }} ) with interest payable on unpaid principal at the annual rate of ( {{ ***percentage\_of\_interest*** }} ), for which the note begins on ( {{ ***date\_of\_starting\_of\_agreement*** }} )
2. That the note will be paid in consecutive ( {{ ***monthly\_or\_annual*** }} ) installments continuing on the same date as the starting date.
3. If the Borrower defaults on their payment, the amount they owe with interest up to that point will be fully due and payable.
4. That if the Borrower defaults on their payment and the amount owed with interest up to that point is fully due and payable and the Borrower is still ( {{ ***Grace\_period\_Days*** }} ) late, then a late fee of ( {{ ***Late\_fee*** }} ) can be charged to the Borrower by the lender.
5. If the Borrower defaults on their payments, any legal costs of the Lender that arise as a result must be payable by the Borrower.
6. That this note is secured by the asset security of ( {{ ***Asset\_Security\_provided\_by\_Borrower*** }} )
7. That the Lender will be listed as a lender in the title of the security after ( {{ ***Amount\_of\_days\_after\_the\_first\_duration\_of\_non\_repayment*** }} ) days of non-repayment
8. That the Lender will be allowed possession of the security after ( {{ ***Amount\_of\_days\_after\_the\_second\_duration\_of\_non\_repayment*** }} ) days of non-repayment.
9. That if any term, covenant, condition or provision of this note is held y a court of competent jurisdiction to be invalid, void or unenforceable, it is the parties’ intent that such provision be reduced in scope by the court only to the extent deemed necessary by the court to render the provision reasonable and enforceable and the reminder of the provisions of this Note will in no way be affected, impaired or invalidated as a result.
10. That in any case of disputes arising between the parties in connection with this agreement, the same may be subject to ( {{ ***Name\_of\_State\_or\_District*** }} ) jurisdiction.
11. ( {{ ***Option\_to\_add\_more\_clauses*** }} )

In witness wherein, the parties have duly executed this agreement on the signing of the same on the date ( {{ ***dd\_mm\_yyyy*** }} ) in the presence of the following witnesses

( {{ ***Name\_of\_Lender*** }} )

( {{ ***Name\_of\_Borrower*** }} )

( {{ ***Witness\_1\_Name*** }} )