

Loan Agreement Form Between Family Members

This **loan agreement form** sample is designed to clearly outline the terms and conditions of a loan between family members. It helps ensure mutual understanding and legal clarity, promoting trust and preventing disputes. Using a formal agreement safeguards both parties' interests while maintaining the personal relationship.

Loan Agreement

Date: _____

Borrower:

Name: _____

Address: _____

Lender:

Name: _____

Address: _____

1. Loan Amount and Disbursement

The Lender agrees to loan the Borrower the principal sum of \$_____ (the "Loan Amount") on the date above. The Borrower acknowledges receipt of this amount from the Lender.

2. Repayment Terms

- Total Amount to be Repaid: \$_____
- Payment Schedule (circle one):
 - Monthly / Quarterly / Annually / Lump Sum
- First Payment Due Date: _____
- Final Payment Due Date: _____
- Interest Rate (if any): _____ %

3. Method of Payment

The Borrower shall make payments to the Lender by check, bank transfer, cash, or other agreed-upon method.

4. Early Repayment

The Borrower may at any time prepay all or part of the unpaid balance of this loan without penalty.

5. Default

If the Borrower fails to make any payment by its due date, the Lender may request full repayment of the remaining balance, unless otherwise agreed in writing.

6. Governing Law

This Loan Agreement shall be governed by, and construed in accordance with, the laws of the State of _____.

7. Signatures

Lender Signature Date: _____

Borrower Signature Date: _____

It is recommended that both parties retain a signed copy of this agreement for their records.