

Sample Personal Loan Agreement

This Personal Loan Agreement ("Agreement") is executed as of October 15, 2024, by and between John Smith, whose address is 123 Elm Street, Cityville ("Lender"), and Jane Doe, whose address is 456 Oak Avenue, Townsville ("Borrower"). Collectively, these individuals shall be referred to as the "Parties."

1. Loan Description The Lender agrees to extend a loan to the Borrower in the principal amount of \$20,000 ("Principal Amount"). This loan shall be used for educational expenses.

2. Repayment Terms The Borrower agrees to repay the Principal Amount in 60 equal monthly installments of \$377.42, including accrued interest. Payments shall commence on November 15, 2024, and be due on the 15th of each month thereafter until the loan is repaid in full.

3. Interest Rate The Principal Amount shall bear interest at an annual percentage rate (APR) of 6%, calculated on a monthly basis.

4. Late Payment and Default Payments not received within 10 days of the due date will incur a late fee of \$50. If the Borrower defaults by failing to make payments for three consecutive months, the Lender reserves the right to demand immediate payment of the remaining balance and pursue legal remedies.

5. Amendments and Entire Agreement This Agreement constitutes the complete understanding between the Parties. Amendments must be made in writing and signed by both Parties.

6. Dispute Resolution Any disputes arising from this Agreement shall be resolved through arbitration before any legal action is taken.

7. Governing Law This Agreement is governed by and construed in accordance with the laws of the State of California.

Signatures IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the date first written above.

Lender: _____

Date: _____

Borrower: _____

Date: _____