

Offer Letter Dated: 21 June 2011
 To: The "Borrower(s)"

Mrs OF

_____ is willing to advance to you the Loan Facility on the Terms & Conditions set out below and overleaf.

Signed for and on behalf of the Lender.....

Financial and Related Particulars

A	Loan Facility	£45,030.00
B	Optional Payment Protection insurance premium	£0.00
C	Borrower's Broker's Fee	£0
D	Acceptance Fee	£900
E	Solicitor's costs	£588
F	Title Insurance	£250
G	Total Loan Facility (Total of A to F)	£46,768.00
H	Legal and Documentation Fee	£500
I	This is a Variable Interest Rate loan. Interest Rate 1.16% Monthly Rate, 13.94% Annual Nominal Rate.	
J	Number, amount and timing of monthly payments	180 monthly payment(s) of £620.94 (assuming no variation in the rate of interest per month), the first payable 1 month after draw down of the Total Loan Facility, then on the same date in each month or on the last day of any month which does not contain a corresponding date. The number of monthly payments and/or the amount of each may be varied.

K As security for money that the Borrower will owe the Lender under the agreement the Borrower will give the Lender a mortgage (in Scotland a Standard Security and if in Northern Ireland a Mortgage Deed) (the "Security") over the freehold/leasehold/heritable property known as:

(the "Property"). If the terms of the agreement and of the Security

Title No(s) conflict the terms of the agreement shall prevail.

L By signing the agreement the Borrower requests and authorises the Lender:

- (i) if the Security is not to be a first mortgage, to pay any prior mortgage arrears;
- (ii) if the Property to be mortgaged is leasehold, to pay any rent, service charge or other sums owed by the Borrower which, if not paid, may result in the Borrower losing the Property;

(iii) if the loan does not proceed for any reason whatsoever the Borrower will pay to the Lender upon written demand the following sums:-

- a. the fees set out in C and D above;
- b. all costs, liabilities and expenses properly suffered or incurred by the Lender in connection with the negotiation, preparation, execution and administration of the agreement on a full indemnity basis and/or any sums incurred by the Lender or their professional advisers in connection with this agreement.
- c. All costs, liabilities and expenses properly suffered or incurred by the Lender in connection with the agreement and the enforcement of any rights of the Lender against the Borrower in respect of the agreement on a full indemnity basis.

These payments will be made by the Lender on the Borrower's behalf by taking them from the Loan Facility and the Borrower understands and agrees that part of the money borrowed by the Borrower from the Lender will be used for this purpose. The Lender will also deduct the costs, charges and expenses referred to in 2(b)(i) overleaf (the Lender will, on request prior to drawdown of the Loan Facility, advise the Borrower how much these are) from any draw down of the Loan Facility.

M In signing the agreement the Borrower declares and warrants that:

- (i) the Borrower has read and understood the terms and conditions of it including those overleaf and has been recommended by the Lender to take independent (and, where there is more than one person borrowing, separate) legal or other appropriate professional advice on the contents of the agreement and in respect of the transaction generally; and
- (ii) the Borrower will be able to afford to make the monthly payments as shown in J (or as varied under 5 overleaf), together with any first mortgage payments if the agreement is secured by a second mortgage.

N The Borrower acknowledges that the Lender relies upon these declarations and warranties made by the Borrower when lending the Total Loan Facility. The Borrower acknowledges that the Lender may refuse to allow the Borrower to draw down the Loan Facility without giving any reason, and without any liability on the part of the Lender to reimburse the Borrower any costs or liabilities that the Borrower may have incurred in reliance on the agreement in relation to the Property, the Security or otherwise.

Declaration for exemption relating to businesses (sections 16B and 189(1) and (2) Consumer Credit Act 1974)

~~I am/we are~~ entering this agreement wholly or predominantly for the purposes of a business carried on by ~~me/us~~ or intended to be carried by ~~me/us~~. *
~~I/we~~ understand that ~~I/we~~ will not have the benefit of the protection and remedies that would be available to ~~me/us~~ under the Consumer Credit Act 1974 if this agreement were a regulated agreement under that Act.

~~I/we~~ understand that this declaration does not affect the powers of the court to make an order under section 140B of the Consumer Credit Act 1974 in relation to a credit agreement where it determines that the relationship between the creditor and the debtor is unfair to the debtor.**

~~I am/we are~~ aware that, if ~~I am/we are~~ in any doubt as to the consequences of the agreement not being regulated by the Consumer Credit Act 1974 ~~I/we~~ should seek independent legal advice.

* Delete as appropriate

Additional Offer Conditions

All Offers are made strictly subject to valuation, client status, affordability and review of the case by the Lender. Please sign and date this Offer to confirm your acceptance and return it to the Lender at the above address within 14 days.

Signature(s) of Borrower(s)
Date(s) of signature(s)