

Template for Capital Contribution Memorandum of Understanding

1. Parties

This Memorandum of Understanding (â€œMOUâ€) is made and entered into as of [Date], by and between: [Party A Name], with its principal place of business at [Address], and [Party B Name], with its principal place of business at [Address].

2. Purpose

The purpose of this MOU is to set forth the understanding and agreement regarding the capital contribution by the parties to [describe project, entity, or joint venture name, if any].

3. Capital Contribution

- Amount:** Each party agrees to contribute the following amount of capital:
[Party A]: \$[Amount]
[Party B]: \$[Amount]
- Method and Timing:** Contributions shall be made by [Bank Transfer/Cheque/Other Method] no later than [Date].

4. Use of Funds

The capital contributed will be used solely for the purposes of [briefly state intended use].

5. Terms and Conditions

- The parties agree that this MOU is [binding/non-binding], and will form the basis of a more detailed agreement to be negotiated in good faith.
- Each party represents that it has the authority to enter into this MOU.
- Any amendments to this MOU must be in writing and signed by both parties.

6. Signatures

[Party A Name]

Date: _____

[Party B Name]

Date: _____

Important Notes About Capital Contribution MOUs:

- This document serves as a preliminary framework and is often not legally binding unless specified.

- Clearly define the purpose and intended use of funds to avoid future disputes.
- Always consult with legal and financial advisors before finalizing such agreements.
- Keep detailed records of all contributions and payments.
- Each party should verify the authority and capacity of the other signing party.