

# Equity-Based Collateral Documentation Format

This document serves as evidence and agreement for equity-based collateral being pledged for the purpose of securing a loan or other financial transaction. All parties acknowledge and agree to the terms listed below.

## 1. Parties Involved

Borrower Name	[Borrower Full Name]
Lender Name	[Lender Full Name]
Date	[DD/MM/YYYY]

## 2. Details of Collateral

Equity Type	[Type of Equity: Shares/Stocks/Units]
Issuer	[Name of Company]
Number of Units/Shares	[Quantity]
ISIN/Ticker	[ISIN or Ticker Symbol]
Account/Depository	[Demat Account ID or Depository Details]
Current Market Value	[Currency] [Value]

## 3. Transaction Details

Loan Amount	[Currency] [Loan Amount]
Interest Rate	[Annual Rate %]
Loan Term	[Number of Months/Years or End Date]
Margin/Collateral Ratio	[e.g., 50%, 60%]

## 4. Pledged Collateral Terms

- The borrower hereby pledges the above-mentioned equity as collateral in favor of the lender.
- The lender holds the right to liquidate the collateral in case of default as per the agreement.
- The borrower retains ownership unless default or other specified conditions occur.
- Any corporate actions (dividends, splits, etc.) will be handled according to agreement.

## 5. Declaration & Undertaking

The borrower confirms that the pledged securities are free from any encumbrance or lien except for the current agreement. Both parties declare the information provided is true and agree to be bound by the terms set forth herein.

**Borrower:**

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

**Lender:**

Signature: \_\_\_\_\_

Date: \_\_\_\_\_

**Important Notes:**

- Ensure that all equity details and values are up-to-date at the time of documentation.
- All parties must verify the collateral's legal status and absence of third-party claims.
- The terms of liquidation and margin calls should be explicitly mentioned in the agreement.
- This is a sample format; consult with legal and financial advisors before use.