

Collateralized Loan Agreement for Asset

This Collateralized Loan Agreement ("Agreement") is made and entered into as of **[Date]** by and between:

- **Lender:** [Lender's Full Name], residing at [Lender's Address]
- **Borrower:** [Borrower's Full Name], residing at [Borrower's Address]

1. Loan Amount and Terms

The Lender agrees to loan the Borrower the principal sum of **[Principal Amount]** (the "Loan"), subject to the terms outlined herein. The Borrower agrees to repay the Loan plus interest at a rate of **[Interest Rate]% per annum**, with all amounts due on or before **[Maturity Date]**.

2. Collateral

As security for the repayment of the Loan, the Borrower hereby pledges and grants the Lender a security interest in the following asset(s) (the "Collateral"):

- [Description of Asset(s): Make, Model, Serial Number, etc.]
- [Any supporting documentation or proof of ownership]

The Borrower affirms that they are the sole legal and beneficial owner of the Collateral, free of any liens or encumbrances except as disclosed to the Lender in writing.

3. Default

In the event of default, including but not limited to, failure to repay the Loan by the due date or breach of this Agreement, the Lender may, upon notice, take possession of and dispose of the Collateral as permitted by applicable law and apply proceeds to satisfy the outstanding Loan balance.

4. Governing Law

This Agreement shall be governed by and construed in accordance with the laws of **[Jurisdiction]**.

5. Miscellaneous

- This Agreement comprises the entire understanding between the parties regarding the subject matter herein.
- No amendment or modification to this Agreement will be effective unless in writing and signed by both parties.
- If any provision of this Agreement is found invalid, the remainder shall continue in effect.

Lender's Signature

[Lender's Name]

Borrower's Signature

[Borrower's Name]

Date: _____

Important Notes

- Ensure all asset details and ownership proofs are accurate and up-to-date.
- Understand state or country laws regarding secured lending and collateral repossession.
- Both parties should consider notarizing signatures for enhanced validity.
- Repayment terms and consequences of default must be clearly outlined and understood.
- Consult legal and financial advisors prior to entering such agreements.