

Purpose of Loan Statement

Applicant Name:
[Your Full Name]

Loan Type:
[Type of Loan, e.g., Personal Loan]

Loan Amount:
[Amount Requested]

Date:
[Date]

Statement of Purpose

I, [Your Full Name], am applying for a [Type of Loan] in the amount of [Amount Requested] from [Name of Lender/Bank]. The primary purpose of this loan is [briefly describe the intended use, e.g., "to fund home renovations", "to consolidate existing debts", "to support my child's education", or "to expand my business"].

The funds obtained through this loan will be utilized as follows:

- [Purpose 1, e.g., Renovation of kitchen and bathrooms]
- [Purpose 2, e.g., Replacement of electrical wiring]
- [Purpose 3, e.g., Painting and flooring]

I confirm that the borrowed amount will not be used for any illegal, speculative, or prohibited activities. I have assessed my repayment capacity carefully, and I am committed to fulfilling all loan obligations within the agreed terms.

Signature:

Date:

Important Notes

- Clearly state the specific purpose(s) for which the loan funds will be used.
- Avoid using vague or ambiguous language in your statement.
- Ensure all information provided is accurate and truthful.
- The lender may request supporting documentation for the stated purpose.
- This document forms a part of your official loan application package.