



FAMILY LOAN AGREEMENT INSTRUCTIONS

 Chapter 51

Use the following Family Loan Agreement to teach your child about loans and how banks and lenders make money.

1. Complete each box of the Family Loan Agreement with the appropriate information. You will need to know the following information:
 - Names of the Borrower and Lender
 - Desired \$\$ amount to be borrowed
 - The agreed upon interest rate and compounding period.
 - Dates of the first and last payment of loan
2. Fill in any agreed upon payment grace period before Loan Agreement is considered broken and an agreed upon ramification for breaking the Loan Agreement.
3. Fill in the current date and have Borrower and Lender sign the agreement.



This symbol refers to the chapter of the book where this form is used.



FAMILY LOAN AGREEMENT

This Family Loan Agreement is between:

The Borrower's Name

AND

The Lender's Name

The Borrower wishes to borrow the following amount from the lender:

Borrower agrees to pay interest in the following amount to the Lender:

PER DAY
WEEK
YEAR

Circle One

Borrower will begin repayment of Loan on the following date:

Full repayment of loan will be made on or before the following date:

Failure to repay the Loan within _____ days of the above repayment date will result in the following:

Borrower and Lender agree to the conditions above, and sign to that effect on today's date:

BORROWER'S SIGNATURE

LENDER'S SIGNATURE