

SAMPLE Letter Explaining Purpose of Loan as Business

In order for DFI to review your request for a mortgage for investment purposes, a handwritten **Letter of Business Purpose** composed by the borrower is required. The letter should be in the borrower's own handwriting and must be signed and dated.

I certify to DFI Capital, Inc. that:

SAMPLE

I have applied to DFI, directly or through a real estate broker, for a trust deed secured loan of up to \$XXX secured by the real property located at _____. DFI has stressed to me the importance of knowing the primary purpose of the loan and each advance thereunder. I understand that the legal responsibilities of DFI vary considerably depending on whether a loan is a consumer loan (for personal, household or family purpose), or a business loan. I have represented to DFI and again represent to DFI that all of the purposes of the Loan, exclusive of loan expenses and commissions incurred to obtain the loan are to fund real property I (or an affiliate) are acquiring, own and/or are improving for investment and business purposes and without any intention of ever occupying such property. No part of the loan proceeds or advances are intended to be or will be used for a non-business purpose.

I declare under penalty of perjury under the laws of the State of California that the foregoing is true and correct. DFI, its assignees and successors, and any broker(s) involved in this transaction may rely on this statement.

SIGNATURE

DATE

SAMPLE