

[Your Company Letterhead]

[Date]

[Recipient Name]

[Recipient Title]

[Recipient Company]

[Recipient Address]

[City, State, Zip Code]

Subject: Hypothecation Agreement

Dear [Recipient Name],

We hereby confirm the hypothecation of the following assets to secure the obligations as outlined in our previous correspondence:

1. ****Asset Description****: [Description of the asset, e.g., machinery, inventory]

****Value****: [Estimated value]

2. ****Loan Amount****: [Total loan amount]

3. ****Terms of Agreement****: [Brief description of terms, e.g., interest rate, repayment schedule]

This hypothecation shall remain in effect until the obligations are fulfilled in accordance with the terms of this agreement. Please review the attached documents for further details and confirm your acceptance by signing below.

Thank you for your attention to this matter.

Sincerely,

[Your Name]

[Your Title]

[Your Company]

[Your Contact Information]

Accepted and Agreed:

[Recipient Name]

[Recipient Title]

[Recipient Company]

[Date]