

Cosigner Explanation Letter

Date: [Insert Date]

To Whom It May Concern,

I, [Cosigner's Name], am writing to formally acknowledge my role as a cosigner for the peer-to-peer loan taken out by [Borrower's Name]. This letter serves to explain my relationship to the borrower and the reasons I have agreed to cosign this loan.

[Borrower's Name] is my [relationship, e.g., friend, sibling, etc.] and I have known them for [number of years]. I am confident in their ability to repay this loan due to [explanation of borrower's financial situation, e.g., stable income, good credit history].

As a cosigner, I understand that I am legally responsible for the loan should [Borrower's Name] default on the payments. I am willing to take on this obligation as I believe this loan will assist [Borrower's Name] in [reason for the loan, e.g., starting a business, financing education, etc.].

Should you require any further information or clarification regarding my involvement as a cosigner, please feel free to contact me at [Cosigner's Phone Number] or [Cosigner's Email Address].

Thank you for considering this information.

Sincerely,

[Cosigner's Name]

[Cosigner's Address]