

Prepayment Penalty Confirmation

Date: [Insert Date]

[Recipient Name]

[Recipient Address]

[City, State, ZIP Code]

Dear [Recipient Name],

This letter serves to confirm the existence of a prepayment penalty associated with the real estate transaction regarding the property located at [Property Address]. As per the terms outlined in the loan agreement dated [Loan Agreement Date], a penalty will be incurred if the loan is paid off before the maturity date.

The prepayment penalty is calculated as follows:

- Amount: [Specify Amount]
- Duration: [Specify Duration]
- Conditions: [Specify any conditions related to the penalty]

We advise you to carefully consider this factor before making any decisions regarding the early payoff of the loan.

If you have any questions regarding this confirmation or the terms of your mortgage, please do not hesitate to contact us.

Thank you for your attention to this matter.

Sincerely,

[Your Name]

[Your Title]

[Your Company]

[Your Phone Number]

[Your Email]