

Convertible Note Terms Outline

Date: [Insert Date]

To: [Investor's Name]

From: [Company's Name]

Subject: Convertible Note Terms Outline

1. Principal Amount

The total principal amount of the convertible note will be \$[Amount].

2. Interest Rate

The note will bear interest at a rate of [X]% per annum.

3. Maturity Date

The note will mature on [Maturity Date].

4. Conversion Terms

The principal and accrued interest may be converted into equity at a conversion price of \$[Price] per share upon [Conversion Event].

5. Valuation Cap

The conversion will be subject to a valuation cap of \$[Valuation Cap].

6. Discount Rate

A discount of [Y]% will apply for the conversion unless a valuation cap is triggered.

7. Governing Law

This convertible note will be governed by the laws of [State/Country].

8. Additional Terms

[Any additional terms or provisions can be listed here.]

Signatures

[Investor's Name] _____ Date: _____

[Company's Name] _____ Date: _____