**Promissory Note for Car**

Date: \_\_\_\_\_\_\_\_\_\_\_

Amount/value: $[AMOUNT]

I, [Name Here], hereby, promise to pay the car loan taken on [DATE] (loan borrowing date) from [Lender’s name], having a value of $[AMOUNT]. An interest rate of [X]% would be charged on an annual basis on the principal borrowed money.

The payment will be made in three installments:

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
|  | Date | Principal amount ($) | Interest amount ($) | Total amount ($) |
| First instalment |  |  |  |  |
| Second instalment |  |  |  |  |
| Third instalment |  |  |  |  |

The grace period for the late payments is within a month of the due installment payment date.

It is a secured loan and in case of default, the payments would be made by selling the purchased car for which the loan was taken. The legal charges would be paid by the borrower.

This loan shall be governed under the laws of the state of [TEXT].

Borrower signature: \_\_\_\_\_\_\_\_\_\_

Lender signature: \_\_\_\_\_\_\_\_\_\_\_\_

Witness signature: \_\_\_\_\_\_\_\_\_\_\_\_