

# Silent Partner Agreement Template

This Silent Partner Agreement ("Agreement") is made and entered into on this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_, by and between:

**Active Partner Name:** \_\_\_\_\_

**Address:** \_\_\_\_\_

**Silent Partner Name:** \_\_\_\_\_

**Address:** \_\_\_\_\_

Collectively referred to as the "Parties."

## 1. Purpose

The Parties hereby agree to collaborate in the business venture known as \_\_\_\_\_ ("Business") for the purpose of \_\_\_\_\_.

## 2. Capital Contributions

1. The Silent Partner agrees to contribute the sum of \$ \_\_\_\_\_ to the Business.
2. The Active Partner agrees to contribute the sum of \$ \_\_\_\_\_ to the Business and will manage all day-to-day operations.

## 3. Roles and Responsibilities

1. The Silent Partner shall not be involved in the daily management, operations, or decision-making of the Business.
2. The Active Partner shall have full authority over the management and operation of the Business.

## 4. Profit and Loss Distribution

Profits and losses of the Business shall be distributed as follows:

- Silent Partner: \_\_\_\_\_ %
- Active Partner: \_\_\_\_\_ %

## 5. Term and Termination

1. This Agreement shall commence on the date first written above and shall continue unless terminated by mutual agreement or as otherwise provided herein.
2. Either Party may terminate this Agreement with \_\_\_\_\_ days written notice to the other Party.

## 6. Confidentiality

Both Parties agree to keep confidential any proprietary information or trade secrets of the Business.

## 7. Governing Law

This Agreement shall be governed by and construed in accordance with the laws of the State of \_\_\_\_\_.

IN WITNESS WHEREOF, the Parties have executed this Agreement as of the date first above written.

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Active Partner Name

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

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Silent Partner Name

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