

NOTICE OF DEFAULT

Date: [Insert Date]

To: [Borrower Name]
[Borrower Address]
[City, State, Zip Code]

Attention: [Contact Person/Officer Name]

RE: Working Capital Facility Agreement dated [Insert Date of Agreement]

Dear [Borrower Name],

We refer to the Working Capital Facility Agreement dated [Date] (the "Agreement") between [Lender Name] (the "Lender") and [Borrower Name] (the "Borrower").

Terms defined in the Agreement shall have the same meaning when used in this letter.

The Lender hereby gives formal notice that an Event of Default has occurred under the Agreement due to the following:

[Detailed description of default, e.g., Failure to make payment due on Date / Breach of Financial Covenant / Failure to provide required reporting].

As a result of this Event of Default, the Lender hereby notifies you of the following:

1. The Facility is currently [suspended/cancelled] and no further drawdowns will be permitted.
2. Default interest shall accrue on all outstanding amounts at the rate of [Percentage]% per annum as specified in the Agreement.
3. The Lender demands that the Borrower remedy the aforementioned default by [Insert Deadline Date/Time].

If the default is not remedied by the specified date, the Lender reserves the right to exercise all available remedies under the Agreement and applicable law, including but not limited to the acceleration of the full outstanding balance and the enforcement of any security interests held.

This letter is without prejudice to any other rights or remedies the Lender may have under the Agreement or at law.

Please acknowledge receipt of this notice immediately.

Sincerely,

[Signature]

[Name of Authorized Signatory]

[Title]

[Lender Name]