

[Your Name/Company Name]
[Your Address]
[City, State, Zip Code]
[Your Email]
[Your Phone Number]

[Date]

[Recipient Name/Officer Name]
[Recipient Company Name]
[Recipient Address]
[City, State, Zip Code]

RE: FORMAL NOTICE AND DEMAND FOR CURE OF SUBORDINATION BREACH

Dear [Recipient Name],

This letter serves as formal notice that [Recipient Company Name] is in material breach of the Subordination Agreement dated [Date of Agreement] (the "Agreement") by and between [Your Name/Company] (the "Senior Lender") and [Recipient Company Name] (the "Junior Lender").

Specifically, the following actions constitute a breach of the Agreement:

- [Describe specific breach, e.g., acceptance of prohibited payments, failure to subordinate liens, or filing of unauthorized legal actions].

Under Section [Number] of the Agreement, the Junior Lender is expressly prohibited from [Action] until the Senior Indebtedness has been paid in full or written consent has been granted.

DEMAND IS HEREBY MADE that you immediately:

1. Cease and desist from any further actions that violate the terms of the Agreement;
2. Remit any payments received in violation of the Agreement to the Senior Lender within [Number] business days;
3. Provide written confirmation that the breach has been cured.

Failure to cure this breach by [Deadline Date] will result in [Your Name/Company] pursuing all available legal and equitable remedies to protect its priority position, including but not limited to, a claim for damages, injunctive relief, and recovery of legal fees as permitted under the Agreement.

Please govern yourself accordingly.

Sincerely,

[Your Signature]

[Your Printed Name]
[Your Title]