

NOTICE OF DEFAULT AND RIGHT TO CURE

Date: [Insert Date]

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

RE: Loan Number: [Insert Loan Number]

Dear [Borrower Name],

This letter serves as formal notice that you are in default under the terms of the [Promissory Note/Loan Agreement] dated [Insert Date of Agreement].

NATURE OF DEFAULT:

The default has occurred due to your failure to make the following payment(s) when due:

- Payment Due Date: [Insert Date]
- Principal Amount Due: \$[Insert Amount]
- Interest Amount Due: \$[Insert Amount]
- Late Fees/Penalties: \$[Insert Amount]
- **TOTAL AMOUNT CURRENTLY DUE: \$[Insert Total]**

RIGHT TO CURE:

You have the right to cure this default. To prevent further action, you must pay the total amount due listed above on or before [Insert Deadline Date, e.g., 10 days from receipt]. Payment must be made by [Insert Payment Method, e.g., Certified Funds/Wire Transfer].

FAILURE TO CURE:

If you fail to cure this default by the deadline stated above, [Lender Name] intends to exercise its rights and remedies under the Loan Documents and applicable law. These actions may include, but are not limited to:

- Acceleration of the entire unpaid principal balance and accrued interest.
- Commencement of legal proceedings to collect the debt.
- Foreclosure or repossession of collateral securing the loan.
- Reporting the default to credit bureaus.

Please contact [Name of Contact Person] at [Phone Number] or [Email Address] immediately if you have any questions regarding this notice or wish to discuss payment arrangements.

Sincerely,

[Signature]
[Name of Lender Representative]

[Title]

[Lender Name]