

DATE: [Insert Date]

TO:

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

ATTENTION: [Insert Contact Person/Department]

RE: NOTICE OF DEFAULT AND EVENT OF DEFAULT - BREACH OF CROSS-DEFAULT COVENANT

Dear [Insert Name],

Reference is made to the [Name of Loan/Credit Agreement], dated as of [Insert Date] (the "Agreement"), by and between [Lender Name] (the "Lender") and [Borrower Name] (the "Borrower"). Capitalized terms used but not defined herein shall have the meanings ascribed to them in the Agreement.

Pursuant to Section [Insert Section Number] of the Agreement, a "Cross-Default" occurs if the Borrower fails to make payments or defaults on any other material indebtedness or agreement with another creditor, resulting in the acceleration of such debt or providing the right to accelerate such debt.

The Lender has become aware that on [Insert Date], an event of default occurred under the [Insert Name of Other Debt Agreement/Facility] between the Borrower and [Name of Other Creditor]. Specifically, [describe the specific triggering event, e.g., failure to pay principal, acceleration of debt, etc.].

This occurrence constitutes a formal Event of Default under the Cross-Default provisions of the Agreement. Consequently, the Lender hereby provides formal notice of such default.

As a result of this Event of Default, the Lender reserves all rights, powers, and remedies available under the Agreement and applicable law, including but not limited to:

- Terminating any further obligations to extend credit;
- Declaring all outstanding principal, interest, and fees to be immediately due and payable;
- Exercising rights against any collateral or guarantees securing the loan;
- Applying the default rate of interest as specified in the Agreement.

At this time, the Lender [has / has not] elected to accelerate the obligations. However, no failure or delay by the Lender in exercising any right or remedy shall operate as a waiver thereof. Any further communication regarding a potential waiver or forbearance must be in writing and signed by an authorized representative of the Lender.

Please contact [Insert Name] at [Insert Phone/Email] immediately to discuss the Borrower's intentions regarding the cure of this default and the repayment of outstanding obligations.

Sincerely,

[Signature]

[Name of Authorized Signatory]

[Title]

[Lender Name]

CC: [Insert Legal Counsel or Other Relevant Parties]