

FORMAL NOTICE OF DEMAND FOR INDEMNIFICATION

Date: [Insert Date]

To: [Insert Name of Indemnitor/Guarantor]

Address: [Insert Address]

City, State, Zip: [Insert City, State, Zip]

From: [Insert Name of Lender/Indemnitee]

Address: [Insert Address]

City, State, Zip: [Insert City, State, Zip]

RE: Notice of Default and Demand for Indemnification regarding Loan Agreement [Insert Loan Reference Number]

Dear [Insert Name of Indemnitor],

This letter serves as formal notice under the Commercial Loan Agreement dated [Insert Date of Agreement] (the "Agreement") by and between [Insert Borrower Name] (the "Borrower") and [Insert Lender Name] (the "Lender").

The Borrower is currently in default of the Agreement due to [Insert Description of Default, e.g., failure to make scheduled payments]. As of the date of this letter, the total outstanding balance due is \$[Insert Amount], plus accrued interest and applicable fees.

Pursuant to Section [Insert Section Number] of the [Insert Agreement or Indemnity Agreement Name], you have agreed to indemnify, defend, and hold harmless the Lender against any and all losses, liabilities, claims, damages, and expenses arising out of a default by the Borrower.

DEMAND IS HEREBY MADE that you fulfill your obligations as Indemnitor by paying the total sum of \$[Insert Amount] to the Lender no later than [Insert Date, e.g., 10 days from receipt of this notice].

Payment should be made via the following instructions:

Bank Name: [Insert Bank Name]

Account Name: [Insert Account Name]

Account Number: [Insert Account Number]

Routing Number: [Insert Routing Number]

Failure to remit payment or provide a satisfactory proposal for settlement by the date specified above will result in the Lender pursuing all available legal remedies to enforce the indemnification provisions, which may include litigation. In such an event, the Lender will also seek recovery of legal fees and court costs as permitted by the Agreement.

Please govern yourself accordingly.

Sincerely,

[Signature]

[Print Name]

[Title]

[Company Name]