Debt Settlement and Release Agreement

Date: [Insert Date]

Between:

Creditor: [Insert Name of Creditor]
Address: [Insert Creditor Address]

And:

Debtor: [Insert Name of Debtor]
Address: [Insert Debtor Address]

1. Debt Amount: The parties agree that the current outstanding balance owed by the Debtor to the Creditor is $[Insert Total Amount Owed].

2. Settlement Amount: The Creditor agrees to accept a reduced payment of $[Insert Settlement Amount] as full and final satisfaction of the debt.

3. Payment Terms: The Debtor shall pay the Settlement Amount by [Insert Date] via [Insert Payment Method, e.g., Certified Check/Wire Transfer].

4. Release of Liability: Upon receipt and clearing of the Settlement Amount, the Creditor hereby releases and forever discharges the Debtor from any and all claims, demands, or liabilities related to the aforementioned debt. The Creditor shall mark the account as "Settled in Full" or "Paid in Full."

5. Credit Reporting: The Creditor agrees to notify all relevant credit bureaus within [Insert Number] days of receiving payment that the account has been satisfied and settled.

6. Governing Law: This agreement shall be governed by the laws of [Insert State/Country].

Signatures:

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[Name of Creditor Representative]
For: [Creditor Company Name]

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[Name of Debtor]
Date: ______________________