

MUTUAL AGREEMENT OF DEBT SETTLEMENT

Date: [Insert Date]

Between:

Creditor: [Name of Creditor/Company]

Address: [Creditor's Full Address]

And:

Debtor: [Name of Debtor]

Address: [Debtor's Full Address]

1. Account Information:

Account Number: [Insert Account Number]

Total Outstanding Balance: \$[Insert Total Amount Owed]

2. Settlement Terms:

The Creditor and the Debtor agree to settle the aforementioned debt for the reduced sum of \$[Insert Settlement Amount]. Payment shall be made in the following manner: [Insert Payment Method, e.g., Lump sum or Installment plan dates].

3. Mutual Release:

Upon receipt and clearance of the agreed settlement amount, the Creditor agrees to discharge the Debtor from any and all further liability regarding this specific debt. The Creditor shall mark the account as "Satisfied" or "Paid in Full" and cease all collection activities.

4. Confidentiality:

Both parties agree to keep the terms of this agreement confidential, except as required by law.

5. Governing Law:

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

Signatures:

[Name of Creditor Representative]

For [Creditor Company Name]

[Name of Debtor]