DATE: [Current Date]

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

RE: NOTICE OF ACCELERATION AND FINAL DEMAND FOR PAYMENT

Account Number: [Account Number]
Collateral Description: [Year, Make, Model, VIN]

Dear [Borrower Name],

This letter serves as formal notice that you are in default of your loan agreement dated [Date of Loan Agreement] due to your failure to maintain required insurance coverage on the collateral listed above.

As previously stated in our prior notifications dated [Date of First Notice] and [Date of Second Notice], your agreement requires you to maintain comprehensive and collision insurance naming [Lender Name] as the loss payee. You have failed to provide evidence of such coverage.

NOTICE OF ACCELERATION:
Due to this breach of contract, [Lender Name] hereby exercises its right to accelerate the maturity of your loan. The entire unpaid principal balance, plus accrued interest and fees, is now due and payable in full immediately.

TOTAL AMOUNT DUE: $[Total Amount]

To prevent further action, you must pay the total amount due or provide proof of continuous insurance coverage and pay all past-due amounts by [Deadline Date/Time].

Failure to comply with this demand will result in [Lender Name] pursuing all available legal remedies to recover the debt and the collateral, which may include repossession, litigation, and reporting the default to credit bureaus.

Please contact the undersigned at [Phone Number] immediately to resolve this matter.

Sincerely,

[Your Name/Representative Name]
[Title]
[Lender Name]