NOTICE OF DEFAULT AND ACCELERATION OF LOAN

Date: [Insert Date]

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

RE: Loan Account Number: [Insert Loan Number]

Dear [Borrower Name],

This letter serves as formal notice that you are in material breach of your Loan Agreement dated [Insert Date of Agreement]. Specifically, you have failed to maintain the required insurance coverage on the collateral property as mandated by the terms of your contract.

Pursuant to the "Insurance Requirements" and "Events of Default" sections of your agreement, the lender requires continuous insurance coverage to protect the secured interest. Your failure to provide proof of active insurance constitutes a default.

NOTICE OF ACCELERATION:

As a result of this default, [Lender Name] hereby exercises its right to **accelerate** the maturity of your loan. The entire unpaid principal balance, along with all accrued interest, late fees, and costs, is now **due and payable immediately**.

The total amount required to satisfy the loan in full as of [Insert Date] is: **$[Insert Total Amount]**.

Please remit the full balance to the following address by [Insert Deadline Date]:

[Lender Payment Address]
[City, State, Zip Code]

Failure to pay the full amount or provide immediate proof of reinstated insurance (if a cure period is still applicable under your specific state law) will result in further legal action, which may include the foreclosure or repossession of the collateral property.

If you have any questions, you may contact our collections department at [Insert Phone Number].

Sincerely,

[Name of Sender/Officer]
[Title]
[Lender Name]