

[Date]

[Borrower Name]
[Property Address]
[City, State, Zip Code]
[Loan Number]

[Lender/Service Name]
[Loss Mitigation Department]
[Lender Address]
[City, State, Zip Code]

RE: Mortgage Forbearance Agreement - State of Emergency

Dear [Contact Person or Department],

This letter serves as a formal agreement between [Lender Name] ("Lender") and [Borrower Name] ("Borrower") regarding the mortgage loan for the property located at [Property Address].

Due to the current State of Emergency declared on [Date of Declaration] regarding [Name of Crisis/Emergency], the Borrower has demonstrated a financial hardship. The Lender hereby agrees to provide temporary relief under the following terms:

1. Forbearance Period: The Lender agrees to suspend or reduce the monthly mortgage payments for a period of [Number] months, beginning on [Start Date] and ending on [End Date].

2. Payment Terms: During this period, the monthly payment shall be [Zero / Reduced Amount of \$XXX.XX].

3. Interest and Fees: Interest will continue to accrue on the unpaid principal balance during the forbearance period. However, the Lender agrees to waive late fees and will not report the account as delinquent to credit bureaus during this specific term, provided the terms of this agreement are met.

4. Repayment Plan: At the conclusion of the forbearance period, the Borrower agrees to contact the Lender to establish a repayment plan. Options may include a lump-sum payment, a repayment schedule added to monthly installments, or a loan modification, subject to eligibility.

5. Communication: The Borrower agrees to notify the Lender immediately if their financial situation improves significantly before the end of the forbearance period.

Please sign and return a copy of this letter to acknowledge your acceptance of these terms.

Sincerely,

[Lender Representative Signature]
[Title]

Accepted and Agreed:

[Borrower Signature]
[Date]