

MUTUAL RELEASE AND DEBT SETTLEMENT AGREEMENT

Date: [Insert Date]

Between:

Creditor: [Insert Creditor Name/Company Name]

Address: [Insert Creditor Address]

And:

Debtor: [Insert Debtor Name/Company Name]

Address: [Insert Debtor Address]

1. Settlement Amount: The parties agree that the total outstanding debt currently owed is \$[Insert Original Amount]. The Creditor agrees to accept a reduced lump-sum payment of \$[Insert Settlement Amount] as full and final satisfaction of the debt.

2. Payment Terms: Payment shall be made by [Insert Payment Method] on or before [Insert Date].

3. Mutual Release: Upon successful receipt and clearing of the Settlement Amount, both the Creditor and the Debtor hereby release, acquit, and forever discharge each other from any and all claims, liabilities, demands, or causes of action, known or unknown, arising out of the business relationship or the specific debt mentioned herein.

4. Credit Reporting: The Creditor agrees to notify any credit bureaus to which the debt was reported that the account is now "Paid in Full" or "Settled in Full" within [Insert Number] days of receiving payment.

5. Confidentiality: Both parties agree to keep the terms and conditions of this settlement agreement strictly confidential.

6. Binding Agreement: This document constitutes the entire agreement between the parties and supersedes any prior oral or written agreements.

Signatures:

Creditor Signature: _____

Printed Name: [Insert Name]

Title: [Insert Title]

Debtor Signature: _____

Printed Name: [Insert Name]

Title: [Insert Title]