

AGREEMENT TO COMPROMISE DEBT

FOR VALUE RECEIVED, the undersigned being a creditor of

_____ (Company)

hereby enters into an agreement to compromise and reduce the indebtedness due the undersigned on the following terms and conditions:

1) The Company and the undersigned acknowledge that the present debt due is \$ _____.

2) The parties agree that the undersigned shall accept the sum of \$ _____ as full and total payment on said debt and in complete discharge of all monies presently due, provided the sum herein shall be punctually paid in the manner following:

3) In the event the Company fails to punctually pay the reduced amount, the undersigned creditor shall have full rights to prosecute its claim for the total debt due under paragraph 1 (less payments made).

4) This agreement shall be binding upon and inure to the benefit of the parties, their successors, assigns and personal representatives.

Signed under seal this _____ day of _____, _____

Creditor

Company