

COMPROMISE

For good and valuable consideration, _____, Creditor and _____, Debtor hereby agree to compromise and discharge the indebtedness owed to the Creditor by the Debtor according to the following terms:

1. The Debtor acknowledges that the sum of the present debt due the Creditor is \$_____.

2. The Creditor agrees to accept the sum of \$ _____ as payment in full and agrees to discharge, release, and accept it as satisfaction of all monies presently due.

3. Agreement of the Creditor to accept a lesser sum is binding only if payment by the Debtor is made within _____ days of the signing of this agreement.

4. If Debtor fails to pay the agreed sum within _____ days of the signing of this agreement, the Creditor shall have the right to pursue his or her claim for the full amount.

5. In the event of default, the defaulting party agrees to pay reasonable attorney fees and costs.

6. The agreement shall be binding on parties, their heirs, assigns, successors, and personal representatives.

Signed this _____ day of _____, 200__.

Creditor

Debtor