

Settlement Agreement

Date: _____

Borrower Name: _____

Address: _____

City, State, Zip: _____

Lender Name: _____

Address: _____

City, State, Zip: _____

Re: Loan Deficiency Balance Settlement

Dear [Borrower's Name],

This Settlement Agreement ("Agreement") is entered into by and between [Lender's Name] ("Lender") and [Borrower's Name] ("Borrower") as of the date first above written.

WHEREAS, Borrower has an outstanding loan balance of _____ arising from Loan Number: _____.

WHEREAS, Borrower acknowledges that the loan has not been paid in full, resulting in a deficiency balance of _____.

NOW, THEREFORE, in consideration of the mutual covenants and promises herein contained, the parties agree as follows:

1. The Borrower agrees to pay the sum of _____ as a settlement for the loan deficiency balance.
2. The payment shall be made in full by _____.
3. Upon receipt of the payment, the Lender agrees to release Borrower from any further claims regarding the deficiency balance.
4. This Agreement shall serve as a full and final settlement of the loan deficiency balance.

IN WITNESS WHEREOF, the parties hereto have executed this Settlement Agreement as of the date first above written.

[Lender's Name] - Lender

[Borrower's Name] - Borrower