

AGREEMENT TO COMPROMISE DEBT

The undersigned a creditor of [COMPANY ("Company")] hereby agrees to compromise the indebtedness due the undersigned creditor on the following terms and conditions:

1. The Company and the undersigned agree that the present debt due is \$ XX.
2. The parties agree that the undersigned shall accept the sum of \$ XX as full payment on said debt and in complete discharge of all monies due, provided the sum herein shall be promptly paid in the following manner:

(Manner)

3. In the event the Company fails to promptly pay the compromised amount, the undersigned creditor shall have the right to prosecute its claim for the total debt due under Paragraph 1 less any payments made.
4. This Agreement shall be binding upon the parties, their successors and assigns.

Signed and sealed this ____ day of _____, 19__.
