

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:

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3. In the event the Company fails to punctually pay the  
reduced amount, the undersigned creditor shall have  
full rights to prosecute it 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 \_, 19\_.

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Creditor

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Company