

Payment Contract

This Payment Contract (the "**Contract**") is entered into as of _____ (the "**Effective Date**"), by and between _____, with a mailing address of _____, (hereinafter referred to as the ("**Debtee**"), and _____, with a mailing address of _____, (hereinafter referred to as the "**Debtor**"), collectively referred to as the "**Parties**", both of whom voluntarily and mutually agree to the terms and conditions stated herein.

WHEREAS, the Debtor is indebted to the Debtee in the sum certain as outlined below;

WHEREAS, the Parties seek to formalize this indebtedness and establish a structured payment arrangement;

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

1. Debt Amount

The Debtor acknowledges and agrees that they owe the Debtee the total sum of \$_____ (hereinafter referred to as the "**Debt**"). This Debt represents the principal amount owed by the Debtor to the Debtee.

2. Payment Plan

The Parties hereby establish a structured Payment Plan for the full satisfaction of the Debt by _____. The Payment Plan is as follows:

The Debtor affirms and assures that the Payment Plan is reasonable and feasible within their financial capacity, and it is structured to prevent any further financial hardship. All payments shall be remitted to the Debtee via _____. Any unpaid principal after the specified due date shall accrue interest at a rate of _____% per month until the Debt is fully settled.

3. Release and Indemnification

By entering into this Contract, the Debtee releases and discharges the Debtor from any prior claims, actions, or liabilities arising from the Debt. It is, however, acknowledged that this Contract does not absolve the Debtor from the fundamental obligation to repay the Debt.

4. Default

In the event that the Debtor defaults on any payment under the Payment Plan and fails to remedy the default within a reasonable period of time, the Debtee shall have the discretion to declare the entire outstanding balance of the Debt immediately due and payable after _____ days.

5. Representations and Warranties

Each Party represents and warrants that they possess the legal authority and capacity to enter into this Contract. The execution and performance of this Contract shall not infringe upon any third-party rights or breach any other existing agreements or legal obligations.

6. Severability

In the event that any provision of this Contract is held invalid or unenforceable, the remaining provisions shall remain in full force and effect, and the invalid or unenforceable provision shall be severed from this Contract.

7. Waiver

The failure of either Party to enforce any provision of this Contract shall not constitute a waiver of their rights to subsequently enforce such provision or any other provision herein.

8. Legal Fees

In the event of any dispute arising from or related to this Contract that results in legal action, the prevailing Party shall be entitled to recover its reasonable attorney's fees and other legal costs incurred.

9. Legal and Binding Agreement

This Contract constitutes a legally binding agreement between the Parties. Each Party acknowledges that they have the legal authority to enter into this Contract and to be bound by its terms.

10. Governing Laws and Jurisdiction

This Contract shall be governed by and construed in accordance with the laws of _____, without regard to its conflict of laws principles. Any disputes arising under or in connection with this Contract shall be subject to the exclusive jurisdiction of the courts of _____.

11. Entire Agreement

The Parties affirm that this Contract represents the entire agreement between them regarding the subject matter herein. Any modifications or amendments to this Contract shall be in writing and duly executed by both Parties.

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement on the dates indicated below.

Debtee

Debtor

Name: _____

Name: _____

Signature: _____

Signature: _____

Date: _____

Date: _____

Please note that it is important to review and understand all the provisions and obligations set forth in this Agreement before signing. If there are any questions or concerns regarding the terms, it is advisable to seek legal advice or clarification. By signing above, the Parties acknowledge that they have read and comprehended the Agreement and agree to be bound by its terms and conditions.