

Mutual Debt Settlement Understanding

This Mutual Debt Settlement Understanding ("Agreement") is made and entered into on (Date) by and between:

Party A:

Address:

Party B:

Address:

1. Acknowledgment of Debt

Both parties acknowledge that the total outstanding debt obligations between them are as follows:

Party A owes Party B: \$

Party B owes Party A: \$

2. Settlement Terms

Both parties hereby mutually agree to settle the above debt obligations. After applying mutual offsets, the remaining balance to be paid is:

\$

The remaining balance will be paid by (Party) to (Party) on or before

(Date).

3. Release

Upon full payment of the remaining balance, both parties fully release each other from any further claims or liabilities relating to the debts described in this Agreement.

4. Signatures

Party A Signature

Date:

Party B Signature

Date: