## **PAYMENT PLAN AGREEMENT**

This **Payment Plan Agreement** **(the "Agreement"**) is entered into on [Date] by and between \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ with a mailing address of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ hereinafter referred to as the (**“Debtor”**), and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_, with a mailing address of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ hereinafter referred to as the (**“Creditor”**)

(collectively referred to as the **“Parties”**).

**1. TERMS OF AGREEMENT**

**1.1 Outstanding Debt**

The Debtor acknowledges that a debt is owed in a total of $ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ (UD DOLLARS) to the Creditor, as of [Date]. This debt is related to \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ ( Describe the purpose for the debt)

To secure the outstanding debt, the parties have mutually agreed to establish a new agreement, under which the sum previously mentioned of $ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ will be structured into a payment plan.

**2. PAYMENT PLAN**

The Creditor agrees to accept payments from the Debtor under the following terms:

**2.1 Payment Schedule**: The Debtor agrees to make regular payments as follows:

a. [Payment Due Date 1]: $[Payment Amount 1]

b. [Payment Due Date 2]: $[Payment Amount 2]

c. [Payment Due Date 3]: $[Payment Amount 3]

 Additional schedule (if any):\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**2.2 Payment Method:** The Debtor agrees to make payments using

* Cash
* Check,
* Bank transfer
* Others: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

2.3 **Late Fee**: In case of late payment, a late fee of $ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ will be charged.

**3. DURATION**

This payment plan will be in effect until the entire debt is paid in full. The Debtor agrees to make the payments as specified in Section 2 until the debt is fully satisfied.

**4. PREPAYMENT**

The Debtor may make prepayments without penalty.

**5. DEFAULT**

In the event of default, the Creditor may take legal action to collect the entire remaining debt. Default occurs if the Debtor fails to make a payment on time or breaches any other terms of this Agreement. The Creditor has the right to demand the full remaining amount, along with any applicable interest, to be immediately due and payable.

**6. DISPUTE RESOLUTION**

Any disputes arising from this agreement shall be exclusively resolved through binding arbitration in accordance with the rules and procedures of [Arbitration Organization].

**7. SEVERABILITY**

If any provision of this agreement is deemed invalid or unenforceable by a court of competent jurisdiction, it shall not affect the validity and enforceability of the remaining provisions.

**8. AMENDMENT**

This Agreement may only be amended in writing and signed by both parties.

**9. GOVERNING LAW**

This Agreement is governed by the laws of the State of \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**10. ENTIRE AGREEMENT**

This Agreement represents the entire agreement between the Creditor and the Debtor and supersedes any prior understandings or agreements, whether written or oral.

**11. SIGNATURES**

By signing below, both parties acknowledge their understanding of and agreement to the terms and conditions of this **Payment Plan Agreement.**

**Creditor:**

**Signature**: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ **Date:** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Printed Name:** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Debtor:**

**Signature:** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ **Date:** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Printed Name:** \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_