Debt Settlement Agreement

Between the creditor and the debtor named below. Effective on the date of the last signature.

Creditor

FULL NAME

EMAIL

PHONE

ADDRESS

Debtor

FULL NAME

EMAIL

PHONE

ADDRESS

Settlement

DEBT ARISING FROM

ACCOUNT / REFERENCE

AMOUNT CLAIMED (₹)

SETTLEMENT AMOUNT (₹)

PAY BY

PAY TO (BANK / UPI ID)

Terms

1. If the settlement amount is received in full by the date above, the creditor accepts it in full and final settlement of the claim.
2. The creditor will withdraw any notice, complaint or proceeding about this debt within 15 days of receipt, and confirm settlement in writing.
3. If the payment is not made on time, this settlement lapses and the full claimed amount remains due, less any amount actually paid.
4. Neither party admits liability beyond this agreement.

If the creditor is a lender that reports to credit bureaus, it will report the account as "settled" as required by RBI rules; this may affect the debtor's credit score.

General terms

- Governing law. This document is governed by the laws of India.
- Entire agreement. This document is the whole agreement between the parties on its subject and replaces earlier discussions.
- Amendments. Changes are valid only in writing signed by both parties.
- Severability. If a clause is unenforceable, the rest of the document still applies.
- Notices. Notices may be sent to the email addresses given above and take effect on delivery.
- Electronic signatures. The parties agree to sign electronically; electronic signatures and records are valid under the Information Technology Act, 2000.

COURTS OF (CITY) FOR DISPUTES

Creditor

SIGNATURE

PRINTED NAME

DATE

Debtor

SIGNATURE

PRINTED NAME

DATE