



[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

May 20, 2022
RE: Account ending in [REDACTED]

Dear [REDACTED]

This letter is confirmation of your verbal commitment to participate in the Merrick Bank Extended Settlement Program. We will consider the above-referenced account settled in full, when you pay 45% of the outstanding balance of \$1985.62 which will be \$893.53.

Terms of the Extended Settlement Program:

- * Your account balance stated in this letter accurately reflects what you owe as of the date of this letter.
- * Your payment has been scheduled for 06/01/2022.
- * Once your payment is received, the remaining balance on your account will be charged off and reported to the consumer reporting agencies as "Paying Under a Partial Payment Agreement". You will not be able to use the account to make purchases or obtain any cash advances.
- * Continue to make monthly payments to Merrick Bank in the amount of \$214.51.
- * Payments must be made every month for 3 months.
- * Failure to make monthly agreed payments will void the Settlement Program and the current outstanding balance will be owed in full.

As long as you are participating in the Program, Merrick Bank will:

- * Suspend all late and monthly fees.
- * Lower the finance charge on your account to 0% annual percentage rate.
- * Cease collection activity as long as monthly payments are made on-time.

If payments are not made every 30 days for the time frame described above, Merrick Bank reserves the right to exercise all of its rights in the collection of the full amount of your obligation, minus any payment made while you fulfilled your obligations under the terms of the Extended Payment Program.

Additional payments can be made by calling (877) 394-5973 or you can mail a payment to PO Box 660702, Dallas, TX 75266-0702.

After your settlement is complete, Merrick Bank will forgive the remaining balance and report to the consumer reporting agencies that the account has been paid in full for less than the full balance.

Please be advised that the Internal Revenue Services (IRS) requires financial institutions to report to it any cancellation or forgiveness debt of six hundred (\$600) or more. If the settlement program described above includes the cancellation or forgiveness of debt of \$600 or more, IRS Form 1099C will be provided to you in January after all payments have been made, detailing the debt Merrick Bank has forgiven and the amount that will be reported to the IRS. You may want to contact your tax advisor if you have any questions regarding tax implications.

If you have any questions, please contact our office today, toll-free, at (877) 394-5973. The hours of operation are Monday – Wednesday 8 am to 9 pm, Thursday 12:30 pm to 9 pm, Friday 8 am to 9 pm and Saturday 8 am to 4:30 pm EST.

Sincerely,
Merrick Bank