

GOOD FAITH ESTIMATE - SAMPLE

THIS DOCUMENT CONTAINS IMPORTANT INFORMATION – PLEASE READ ENTIRELY

These debt relief specific disclosures are intended to ensure that you have accurate information; thereby enabling you to make an informed purchasing decision and that you are not misled by the omission of key information.

Prepared for: **JOE CONSUMER** Date: **1/11/2011**
Address: **123 Main St, Boston, MA 02171**

Summary:

Number of Accounts Enrolled	5
Total Amount of Debt Enrolled	\$34,200
Estimated Settlement Amount	\$13,731
Estimated Fees (25% of savings)	\$5,117.25
Estimated Total Savings	\$15,351.75
Estimated Total Costs	\$18,848.25
Estimated Date to Complete	1/1/2013

Accounts:

CREDITOR	CURRENT BALANCE	EST. SET AMOUNT
CHASE	\$7,100	\$3,003 (42.3%)
CHASE	\$5,000	\$2,115 (42.3%)
CITI	\$7,100	\$2,683 (37.8%)
GEMB	\$8,500	\$2,898 (34.1%)
HSBC	\$6,500	\$3,032 (46.6%)

THIS ESTIMATE IS CALCULATED BASED ON OUR HISTORICAL PERFORMANCE AVERAGE OVER THE PREVIOUS TWELVE (12) MONTHS, WITH EACH INDIVIDUAL CREDITOR. THESE AMOUNTS WILL VARY BASED ON MANY FACTORS AND SHOULD NOT BE CONSIDERED AN EXACT QUOTE, THIS IS ONLY AN ESTIMATE.

If creditors are not yet ready to settle, your balances will increase monthly and will, therefore, have an effect on these estimates. While our goal is to provide you with an accurate estimate, you should be aware that your actual costs may be different than what is represented. Some may settle for a lower amount, some higher.

Depending on the creditor and their current policy, it is best to have a minimum of 25% of any given balance available to fund an offer prior to entering direct negotiations.

Debt Settlement Disclosures – Sample

IMPORTANT DISCLOSURES ABOUT DEBT SETTLEMENT

Thank you for allowing us to assist you in negotiating your problem debt with your creditors. We sincerely appreciate the confidence you have placed in us and we will work hard to earn your praises as we move through this process.

If you ever have any questions, comments, or feedback, we want you to immediately let us know by either calling or emailing us. We are truly and constantly committed to providing you with the best possible experience as our valued client.

Debt settlement offers you some benefits and risks. While our goal is to help you to eliminate your debt for less than you owe, there are potential risks involved that we want you to be aware of.

The most common risks to debt settlement include the following:



- Your creditors can exercise the contractual rights you agreed to with them. If you become delinquent on your payments, creditors can sue you and seek legal remedies to recover their money from you through the court.
- Your credit report will reflect a delinquency in your payments to your creditors if you do not pay the minimum amount due monthly to them and a notation will be made when the account is settled and when part of the debt is charged off.
- You may owe tax on the forgiven debt, or you may not, depending on your individual situation. Please talk to a qualified tax adviser for specific information.
- Until a debt is settled, the balances will probably continue to increase.
- We will ask your creditors to stop calling you, but your creditors have the right to call.
- There is no crystal ball to absolutely predict a future settlement amount, but we have made a good faith estimate to you in writing of what we anticipate based on our past performance.
- Debt settlement isn't the only way to intervene in problem debt. There are other solutions and the most common are to make your contractual payments, file bankruptcy, or enter a debt management program.
- Creditors may change their internal policies and make a future change that impacts this process in ways that can't be imagined at present.

CUSTOMER SERVICE PLEDGE

As members of the American Association of Credit Counselors we have agreed to abide to a specific set of customer service standards and dispute resolution measures.

We guarantee all communications with you will be prompt and thorough. You will receive timely account and program status updates. You will be informed of any developments affecting your program as they occur.

We promise to never charge any fees in advance of an earned settlement. All funds that you accumulate towards your settlement reserves belong to you and can be withdrawn in full, without penalty, for any reason and at any time, by you.

All settlements will require your prior authorization before any funds are released to any creditor or any settlement fees paid. Settlement fees will not be considered earned until at least one payment has been remitted toward the now reduced balance.

If you should ever be disappointed with our service – or if we ever fail you in any way – or let you down for any reason – please let us know immediately so we can make things right.