

[Your Name]
[Your Address]
[Your Phone Number]
[Your Email Address]

[Date]

[Name of Financial Institution/Lender]
[Legal Department/Compliance Department]
[Address of Institution]

RE: SETTLEMENT DEMAND AND OPT-OUT NOTICE

Account Number: [Your Account Number]

Subject: Notice of Predatory Lending Practices and Formal Demand for Resolution

To whom it may concern,

I am writing this letter to formally notify [Lender Name] of my intent to opt out of any forced arbitration agreements associated with my account and to demand a settlement regarding predatory lending practices I have identified in relation to my loan/credit agreement.

Specifically, I am contesting the following practices:

- [List practice 1, e.g., Excessive interest rates exceeding state caps]
- [List practice 2, e.g., Failure to disclose true cost of credit]
- [List practice 3, e.g., Unfair fees and aggressive collection tactics]

These practices violate [mention specific state or federal laws, such as the Truth in Lending Act or Consumer Financial Protection Act]. As a result of these actions, I have suffered financial hardship and damages totaling \$[Insert Amount].

Settlement Demand:

To resolve this matter without further legal action or escalation to regulatory bodies (such as the CFPB), I propose the following settlement terms:

1. Immediate cancellation of the remaining balance on account [Account Number].
2. A refund of all interest and fees paid to date totaling \$[Amount].
3. Correction of my credit report to show the account as "Paid in Full" or "Deleted."

Notice of Opt-Out:

Pursuant to the terms of our agreement, I hereby exercise my right to opt out of any arbitration provision. I reserve my right to pursue this matter in a court of competent jurisdiction.

Please respond to this demand in writing within [Number, e.g., 14] business days. Failure to address this matter will result in my filing formal complaints with the Consumer Financial Protection Bureau (CFPB) and my State Attorney General.

Sincerely,

[Your Signature]

[Your Printed Name]