

Subject: Termination of Contract Due to Breach

Date: September 1, 2022

To: ABC Ltd.

This letter serves as formal notice that XYZ Corporation is terminating the contract with ABC Ltd. dated March 1, 2022, due to repeated breach of payment obligations. As per the contract terms, a penalty of \$50,000 will be enforced.

All services will cease effective immediately, and further legal action will be pursued to recover the total outstanding amount of \$125,000, plus penalties.

Sincerely,
XYZ Corporation Legal Team