



**STIPULEX**  
CONTRACT INTELLIGENCE PLATFORM  
KNOW EXACTLY WHAT YOU'RE AGREEING TO — BEFORE YOU SIGN

## ANNOTATED CONTRACT ANALYSIS REPORT

Prepared by Stipulex Contract Intelligence Platform

Document Type:	Debt Resolution Services Agreement
Vendor:	DebtEase Financial Solutions, Inc.
Client (Sanitized):	J. Miller
Client ID (Sanitized):	REDACTED
Program Length:	60 Months (5 Years)
Enrolled Debt:	\$30,667.00
Report Generated:	Stipulex Contract Intelligence Engine

### FAIRNESS SCORE

# 24

/ 100 — CRITICAL RISK

## 4

HIGH RISK FLAGS

## 2

MEDIUM RISK FLAGS

## -\$1,510

NET FINANCIAL LOSS

### CRITICAL FINDING

This contract was presented verbally as a straightforward debt resolution service. None of the risks below were disclosed in any sales call or onboarding conversation. The client signed without identifying any of these provisions. Stipulex flagged 6 material risks within 90 seconds of upload.

*All personally identifiable information has been removed or replaced with fictitious data. Company name changed to DebtEase Financial Solutions, Inc. Client name changed to J. Miller. Address, phone, email, SSN, DOB, and account numbers have been redacted. This report is produced by Stipulex for demonstration purposes. Not legal advice.*

## DEAL AT A GLANCE

ITEM	AMOUNT / DETAIL	FLAG
Total Enrolled Debt	\$30,667.00	
Estimated Settlement Amount	\$15,333.50	
GRT Fees (25% of enrolled)	\$7,666.75	■ HIGH RISK
Additional Review Fee (2% per account)	~\$613.34 est.	■ HIGH RISK
Monthly Payment	\$408.51 (twice/month at \$204.26)	
Global Holdings Monthly Fee	\$14.95/month = ~\$897 over 60 months	■ MEDIUM
Program Length	60 months (5 YEARS) — no cap	■ HIGH RISK
Total Estimated Program Cost	\$24,510.60	
Advertised Savings	\$6,156.40	
Fees vs. Savings (NET)	YOU PAY \$7,667 IN FEES TO SAVE \$6,156	■ NET LOSS
Potential 1099-C Tax Liability	~\$3,373+ at 22% bracket	■ HIGH RISK
REAL NET SAVINGS (after tax)	~\$0 or NEGATIVE	■ CRITICAL
Monthly Cash Remaining After Program	\$91.49 — razor-thin margin	■ MEDIUM

## SECTION-BY-SECTION ANNOTATED ANALYSIS

Each section of the original contract is reproduced below in the shaded block, followed by Stipulex risk annotations. Flagged language appears exactly as written in the signed agreement.

## § 8 — FEES

GRT will not charge a settlement fee until it reaches a settlement on one or more of your debts. Settlement Fees: A fee of \$7,666.75 equaling 25% of Enrolled Debts, based on the debt amounts at enrollment and subject to verification. This fee is earned by GRT upon the successful settlement of a debt and first payment upon such settlement, or the otherwise successful resolution of the Enrolled Debt. Additional Fees: A settlement review fee of 2% for each settled account, based upon the account balance at enrollment and payable upon an accepted settlement offer and first payment on the settlement.

### ● HIGH RISK

#### Fee is calculated on original enrolled debt — not the settled amount

You pay 25% of your original \$30,667 regardless of the settlement outcome. Even a 60% debt reduction still triggers \$7,666.75 in fees. A buried 2% review fee per account adds an estimated \$613+ on top.

**NET RESULT: \$7,666.75 in fees to save \$6,156.40 — you pay MORE than you save.**

## § 9 — TIMING FOR SETTLEMENT OF DEBT

GRT does not and cannot guarantee a particular result and cannot guarantee that Client's debts will be resolved within a defined timeframe. If Client fails to save sufficient funds, GRT will not be able to negotiate and/or settle Client's debts. GRT may extend Client's estimated program length to complete the settlement and payment of all accounts.

### ● HIGH RISK

#### 60-month program has no end date — vendor can extend indefinitely

The contract locks you into \$408.51/month for 5 years, but GRT can unilaterally extend the program with no maximum cap, no penalty, and no exit right for the client. After 60 months you may still owe.

## § 10 — CREDIT REPORTING

GRT does not report to credit bureaus, but Client's creditors may. GRT has no control over creditors and makes no assertions that GRT can prevent creditors from reporting negative information to the credit reporting agencies. Failure to make timely payment to creditors will likely result in a reduction to Client's creditworthiness. GRT is not a credit repair company or credit services organization and does not provide credit advice. GRT makes no representation that it can improve credit.

### ● HIGH RISK

#### Your credit score will be damaged for the entire 5-year program

The program works by stopping all payments to creditors so they'll negotiate. Every month of non-payment is reported to credit bureaus. This is not a side effect — it is the mechanism. The largest enrolled creditor (\$18,816) can sue, garnish wages, or levy your dedicated savings account at any time.

## § 11 — RISKS OF DEBT RESOLUTION

Debt resolution is an aggressive approach to resolving debt. No payments are made to Client's creditors until a negotiated settlement is in place. GRT cannot prevent creditors from taking legal action, including lawsuits, against Client, and GRT cannot prevent an increase in collection activity. Client's Enrolled Debts will increase because creditors will add interest and late fees during this program due to nonpayment.

### ● HIGH RISK

#### Your enrolled debts will actively grow during the program

GRT acknowledges in writing that interest and late fees will accumulate on your full \$30,667 while payments are stopped. The total debt you owe increases throughout the program. Creditors — including your largest balance holder — can pursue legal judgments and garnishment at any time.

## § 12 — TAX IMPLICATIONS

If a debt is settled for a difference greater than \$600.00, this savings may be reported to the Internal Revenue Service as income and may be taxable. For more information, contact a tax professional. GRT does not provide tax advice.

### ● HIGH RISK

#### Hidden IRS tax bill could eliminate all remaining savings

If \$15,333 in debt is forgiven, you may receive IRS Form 1099-C for the full forgiven amount, taxable as ordinary income. This liability is not reflected anywhere in GRT's advertised savings figure.

**At 22% federal bracket: estimated tax liability \$3,373+. Real net savings: likely \$0 or negative.**

## § 7 — GENERAL RESPONSIBILITIES OF CLIENT

Client agrees to not incur additional debt during this Agreement. Client agrees not to negotiate personally with creditors on the Creditors List. GRT reserves the right to cancel this Agreement if Client misses two (2) or more payments in any six (6) month period. Failure to make scheduled payments may result in the loss of structured settlements, additional costs including late fees, and may result in the loss of the benefit secured from a settlement.

### ● MEDIUM RISK

#### 2 missed payments in any 6-month window cancels the contract

After program payments, only \$91.49/month remains in cash margin. One unexpected expense — medical, auto, emergency — can cascade into 2 missed payments and full cancellation, forfeiting all negotiated settlements and progress. You are also prohibited from taking on ANY new debt for the full 5 years.

**§ 15 — GOVERNING LAW / ARBITRATION OF DISPUTES**

In the event of any controversy, claim or dispute between the Parties... the parties agree it shall be determined by arbitration in Oakland County, Michigan or in the county in which the consumer resides. Binding Arbitration means both Parties give up the right to trial by jury. It also means both Parties give up the right to appeal from the arbitrator's ruling except for a narrow range of issues. The Parties shall share the cost of arbitration, including attorneys' fees, equally. **YOU MAY REJECT THIS AGREEMENT TO ARBITRATE BY CALLING 248-469-8700 WITHIN THIRTY (30) DAYS.**

**● MEDIUM RISK**

**Jury trial waived — all disputes go to private arbitration**

By signing, you waive the right to sue in court or join a class action. Arbitration costs are shared equally. Important: you have 30 days from signing to reject this clause by calling (248) 469-8700. Rejection does NOT cancel the contract. Most clients never know this option exists.

**OVERALL RISK SUMMARY**

SECTION	RISK	FINDING	FINANCIAL IMPACT
§ 8 — Fees	HIGH	Fee on original debt, not settled amount	\$7,667 in fees > \$6,156 in savings
§ 9 — Timing	HIGH	60-month program, no cap, unilateral extension	Indefinite financial exposure
§ 10 — Credit	HIGH	Credit destroyed for full program duration	5-year credit damage + lawsuit risk
§ 11 — Risks	HIGH	Debts grow during program by design	Balance increases during non-payment
§ 12 — Tax	HIGH	Hidden 1099-C tax liability on forgiven debt	\$3,373+ potential tax bill
§ 7 — Client	MEDIUM	2-payment miss = contract cancelled	\$91.49/month margin, extreme fragility
§ 15 — Arbitration	MEDIUM	Jury trial waived, class action blocked	30-day rejection window (most miss it)

*This report was generated by the Stipulex Contract Intelligence Platform. All personally identifiable information has been removed or replaced with fictitious data for demonstration purposes. This analysis is not legal advice. Stipulex identifies risk; it does not provide legal counsel. Consult a licensed attorney before making decisions based on any contract analysis. © 2026 Stipulex · Redwood City, California · stipulex.com*