

[Date]

[Customer Name]

[Customer Address]

[City, State, Zip Code]

Account Number: [Last 4 Digits of Account Number]

Subject: Notification of Interest Rate Limit Adjustment

Dear [Customer Name],

This letter is to formally notify you of a change regarding the interest rate applied to your [Credit Card Name] account. Effective as of [Date], your Annual Percentage Rate (APR) for [purchases/cash advances/balances] has been capped at a maximum limit of [Percentage]%.

This limit has been applied due to [Reason: e.g., regulatory requirements, Service Members Civil Relief Act (SCRA) eligibility, or promotional offer terms].

Summary of Changes:

- Previous Rate: [Percentage]%
- New Capped Rate: [Percentage]%
- Effective Date: [Date]

This rate limit will remain in effect until [Date/Further Notice]. All other terms and conditions of your Credit Card Agreement remain unchanged. If the prevailing market rates drop below this limit, your rate may decrease accordingly based on your variable rate agreement, but it will not exceed the cap stated above during this period.

No action is required on your part. You will see this adjusted rate reflected on your next billing statement.

If you have any questions regarding this adjustment, please contact our customer service department at [Phone Number] or visit our website at [Website URL].

Sincerely,

[Name/Department]

[Financial Institution Name]