

[Bank/Financial Institution Name]  
[Branch Address]  
[City, State, Zip Code]  
[Date]

[Customer Name]  
[Customer Address]  
[City, State, Zip Code]

**RE: Notice of Interest Rate Restriction on Fixed Term Deposit Account**

Account Number: [Insert Account Number]  
Term Duration: [Insert Term, e.g., 12 Months]

Dear [Customer Name],

We are writing to formally notify you of a restriction regarding the interest rate applicable to your Fixed Term Deposit account mentioned above.

Due to [Reason for restriction: e.g., reaching the maximum allowable balance for this promotional tier / regulatory changes / specific account conditions], the interest rate on your deposit has been capped at [Insert Percentage]% per annum, effective as of [Effective Date].

Please note the following terms regarding this restriction:

- The restricted rate will apply to [the entire balance / the portion of the balance exceeding \$XXX].
- This rate will remain in effect until [Expiry Date or "the end of the current term"].
- All other terms and conditions of your Fixed Term Deposit agreement remain unchanged.

If you wish to discuss alternative investment options or have questions regarding how this restriction affects your projected earnings, please contact your account manager or visit your local branch.

Thank you for choosing [Bank Name].

Sincerely,

[Signature]  
[Name of Representative]  
[Title/Department]