

[Your Company Name]
[Your Address]
[City, State, Zip Code]
[Date]

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

Re: Notice of Interest Rate Adjustment - Loan Account [Account Number]

Dear [Borrower Name],

This letter serves as formal notice regarding an adjustment to the interest rate on your loan account referenced above. This change is being made in accordance with the terms of your original loan agreement and local regulatory requirements regarding the maximum allowable interest rate.

Current Loan Terms:

- Current Interest Rate: [Current Rate]%
- Current Monthly Payment: \$[Current Payment Amount]

New Loan Terms:

- New Interest Rate: [New Rate]%
- Effective Date of Change: [Date]
- New Monthly Payment Amount: \$[New Payment Amount]
- First Payment Due Date at New Rate: [Date]

The adjustment has been applied to ensure the rate remains compliant with the maximum legal limit permitted for your specific loan type and jurisdiction. Please update your records and payment schedules accordingly.

If you have any questions regarding this adjustment or wish to discuss your account, please contact our customer service department at [Phone Number] or via email at [Email Address].

Sincerely,

[Name/Signature]
[Title]
[Your Company Name]