

[Date]

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

Subject: Notice of Credit Decision - Loan Application #[Application Number]

Dear [Applicant Name],

Thank you for choosing [Financial Institution Name] for your automotive financing needs. We have carefully reviewed your application for the purchase of a [Year, Make, Model].

Regrettably, we are unable to approve your request for financing at this time. Our decision was based on the following reason(s):

- **Insufficient Collateral Value:** The requested loan amount exceeds the established market value or the maximum loan-to-value ratio for the specific vehicle identified in your application.

Our valuation was determined using [Name of Valuation Source, e.g., Kelley Blue Book/NADA]. Based on this assessment, the vehicle does not provide adequate security for the loan amount requested.

If you wish to proceed with this vehicle, we may be able to reconsider your application if a higher down payment is provided to align the loan amount with the vehicle's collateral value.

Under the Equal Credit Opportunity Act, you have the right to a written statement of the specific reasons for the denial if you request it within 60 days of this notice. Please contact us at the address below for any further inquiries.

Sincerely,

[Loan Officer Name/Department]  
[Financial Institution Name]  
[Phone Number]