

[Date]

[Applicant Name]

[Applicant Address]

[City, State, Zip Code]

Subject: Loan Application Status - [Application Number]

Dear [Applicant Name],

Thank you for your recent application for a vehicle loan with [Lending Institution Name]. We have carefully reviewed your request and the documentation provided.

Regrettably, we are unable to approve your loan application at this time. Our decision was based on the fact that the appraised value of the vehicle is insufficient to secure the requested loan amount. Based on our internal valuation and market data, the loan-to-value (LTV) ratio exceeds our maximum allowable threshold.

If you wish to proceed with this purchase, we may be able to reconsider your application if:

- A higher down payment is provided to reduce the loan amount.
- A vehicle with a higher market value is selected as collateral.

If you have any questions regarding this valuation or wish to discuss alternative options, please contact our loan department at [Phone Number] or [Email Address].

Thank you for considering [Lending Institution Name] for your financing needs.

Sincerely,

[Name of Loan Officer/Department]

[Lending Institution Name]