

[Date]

[Applicant Name]

[Applicant Address]

[City, State, Zip Code]

Subject: Notice of Decision Regarding Your HELOC Application

Dear [Applicant Name],

Thank you for applying for a Home Equity Line of Credit (HELOC) with [Financial Institution Name]. We have carefully reviewed your application and the information provided regarding the property located at [Property Address].

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

Inadequate Collateral: The current market value of your property, as determined by our recent valuation/appraisal, does not provide sufficient equity to meet our loan-to-value (LTV) requirements for the requested credit limit.

If you believe there are errors in the property data used or if you have recently made significant improvements that were not reflected in the appraisal, you may request a formal appeal by contacting our lending department.

Under the Equal Credit Opportunity Act, you have the right to a statement of specific reasons for this decision if you request it within 60 days of this notice. Please direct your inquiry to:

[Department Name/Contact Person]

[Financial Institution Name]

[Phone Number]

[Email Address]

Thank you for the opportunity to consider your financing needs.

Sincerely,

[Name of Loan Officer/Representative]

[Title]

[Financial Institution Name]