

[Date]

[Applicant Name]

[Applicant Address]

[City, State, Zip Code]

Re: Loan Application Number: [Application Number]

Dear [Applicant Name],

Thank you for your recent application for a construction loan with [Lending Institution Name]. We have carefully reviewed your application and the documentation provided regarding your proposed construction project.

Regrettably, we are unable to approve your loan request at this time. This decision is based on our review of the credentials provided for your selected builder, [Builder Name].

Our institution requires all participating builders to meet specific internal standards to ensure the successful completion of the project and the protection of our mutual interests. Your selected builder did not meet our requirements for the following reason(s):

- [Insert specific reason, e.g., Insufficient years of experience]
- [Insert specific reason, e.g., Inadequate insurance coverage]
- [Insert specific reason, e.g., Unsatisfactory financial background or credit history]
- [Insert specific reason, e.g., Lack of valid state licensing]

Please note that this denial is specific to the builder's credentials and is not necessarily a reflection of your personal creditworthiness. You are welcome to submit a new builder for review, or we can provide you with a list of builders who are currently pre-approved to work with our institution.

If you have any questions regarding this decision, please contact our construction lending department at [Phone Number] or [Email Address].

Sincerely,

[Name of Loan Officer/Reviewer]

[Title]

[Lending Institution Name]