

[Date]

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

Subject: Notice of Loan Decision - [Application Reference Number]

Dear [Applicant Name],

Thank you for submitting your financing application for [Farm Name]. We have carefully reviewed your business plan and the supporting documentation provided.

Regrettably, we are unable to approve your request for small farm financing at this time. Our decision is based on the following finding:

Reason for Rejection: Inadequate Acreage Projection

Specifically, the total land area currently owned or leased for your operation is insufficient to support the production yields and revenue projections outlined in your business plan. Based on our agricultural assessment standards, the proposed crop or livestock volume requires a minimum of [Number] acres, whereas your application accounts for only [Number] acres.

Without sufficient acreage to justify the projected income, the operation does not meet our requirements for debt service coverage and long-term financial viability.

If you are able to secure additional land or provide a revised production plan that aligns with your current acreage, we would be happy to review a new application in the future.

If you have any questions regarding this decision, please contact your loan officer at [Phone Number] or [Email Address].

Sincerely,

[Sender Name]
[Title]
[Financial Institution Name]