

[Date]

[Applicant Name]

[Applicant Address]

[City, State, Zip Code]

Subject: Loan Application Status - [Application Number]

Dear [Applicant Name],

Thank you for your recent loan application. We have carefully reviewed your request and the supporting documentation provided.

We regret to inform you that we are unable to approve your loan application at this time. This decision was reached because the credit score of your proposed guarantor, [Guarantor Name], does not meet our minimum requirements for this loan program.

Our credit policy requires that both the primary borrower and any supporting guarantor maintain specific credit benchmarks to ensure the security of the loan. Unfortunately, the guarantor's current credit profile indicates a level of risk that exceeds our established guidelines.

If you wish to proceed with your application, you may do so by providing an alternative guarantor who meets our credit criteria or by offering additional collateral for consideration.

Under the Fair Credit Reporting Act, your guarantor has the right to obtain a free copy of their credit report from the bureau used in this evaluation. They should contact: [Name of Credit Bureau] at [Bureau Address/Phone Number].

Thank you for choosing [Financial Institution Name]. We appreciate your interest in our services.

Sincerely,

[Name of Loan Officer/Department]

[Financial Institution Name]