

**Date:** [Date]

**To:** [Applicant Name]

[Applicant Address]

[City, State, Zip Code]

**Subject: Notification of Loan Application Decision**

Dear [Applicant Name],

Thank you for your recent application for a [Loan Type] in the amount of \$[Amount]. We have carefully reviewed your application and the supporting documentation provided.

We regret to inform you that we are unable to approve your loan request at this time. This decision was based on the following reason(s):

- **Unfavorable credit history of the proposed guarantor.**

Our lending guidelines require that both the primary applicant and the guarantor meet specific creditworthiness criteria. Based on the credit report obtained for [Guarantor Name], we found that their credit history does not meet our minimum requirements for this loan program.

The credit report used in this decision was provided by:

[Credit Bureau Name]

[Credit Bureau Address]

[Credit Bureau Phone Number]

Under the Fair Credit Reporting Act, the guarantor has the right to obtain a free copy of their credit report from this agency within 60 days. They also have the right to dispute the accuracy or completeness of any information contained in the report.

Please note that this decision does not prevent you from applying again in the future with a different guarantor or if the current guarantor's credit standing improves significantly.

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

Sincerely,

[Name of Loan Officer/Department]

[Financial Institution Name]