

Date: [Insert Date]

To: [Lender Name]

Loan Number: [Insert Loan Number]

Subject: Explanation of Funds for Down Payment

To Whom It May Concern,

I am providing this letter to explain the source of the funds being used for the down payment and closing costs for the property located at [Insert Property Address].

The total amount of \$[Insert Amount] deposited into my [Insert Bank Name] account ending in [Insert Last 4 Digits of Account] on [Insert Date] originated from the following source:

Source of Funds: [e.g., Sale of vehicle, Tax refund, Savings from payroll, Sale of stock, etc.]

Description: [Provide a brief sentence explaining the transaction, e.g., "These funds were received from the sale of my 2018 Honda Civic on June 10th."]

I have attached the following documentation to verify this transaction:

- [Document 1, e.g., Bill of Sale]
- [Document 2, e.g., Copy of check or transfer receipt]
- [Document 3, e.g., Statement showing withdrawal from source account]

Please let me know if any further information is required to complete the processing of my loan application.

Sincerely,

[Your Signature]

[Your Printed Name]

[Your Phone Number]