

Date: [Current Date]

To: [Applicant Name(s)]

Address: [Applicant Address]

Subject: Pre-Approval for USDA Section 502 Guaranteed Rural Housing Loan

Dear [Applicant Name],

We are pleased to inform you that based on a preliminary review of your credit report, income documentation, and financial information, you have been pre-approved for a Section 502 Guaranteed Rural Housing Loan. This pre-approval is subject to the conditions outlined below.

Loan Terms and Limits:

- **Maximum Loan Amount:** \$[Amount]
- **Loan Term:** [Number of Years] Years
- **Interest Rate:** [Rate]% (Subject to market fluctuations until locked)
- **Property Type:** Single Family Residence

Standard Conditions for Final Approval:

- The property must be located in a USDA-eligible rural area.
- The property must meet USDA/RD minimum property requirements and safety standards.
- A satisfactory appraisal must be received, supporting the purchase price.
- Verification of continued employment and stable income through the date of closing.
- No significant changes to your credit score or debt-to-income ratio.
- Issuance of a Conditional Commitment for Guarantee from the USDA Rural Development office.

This letter is not an offer to lend or a final commitment. A final loan commitment is only issued after a specific property is identified, a formal application is fully processed, and all USDA underwriting guidelines are satisfied.

This pre-approval expires on: [Expiration Date]

Sincerely,

[Loan Officer Name]

[Title]

[Lending Institution Name]

[NMLS ID Number]
[Phone Number]