

[Date]
[Borrower Name]
[Borrower Address]
[City, State, Zip Code]

Subject: Denial of Interest Rate Lock Extension - Loan Number: [Loan Number]

Dear [Borrower Name],

We are writing to formally notify you that your request for an extension of your interest rate lock, which expired on [Expiration Date], has been denied.

After reviewing your file, it has been determined that we cannot grant an extension for the following reason(s):

- [Reason 1: e.g., Failure to provide required documentation by the deadline]
- [Reason 2: e.g., Maximum allowable extension period has been exceeded]
- [Reason 3: e.g., Changes in market conditions or program guidelines]

As a result of this denial, your interest rate is no longer protected. Your loan will now be subject to the current prevailing market rates. Please contact your Loan Officer at your earliest convenience to discuss "re-locking" your rate at the current market price or to discuss how this impact your monthly payment and closing costs.

If you have any questions regarding this decision, please contact our mortgage department at [Phone Number] or [Email Address].

Sincerely,

[Sender Name]
[Title]
[Company Name]