Date: [Insert Date]

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

Re: Execution of Interest Rate Float-Down Option
Loan Number: [Insert Loan Number]
Property Address: [Insert Property Address]

Dear [Borrower Name],

This letter serves as formal confirmation of the execution of the Interest Rate Float-Down option for your construction loan. Per the terms of your original lock-in agreement, you have elected to exercise the one-time float-down provision to lower your current interest rate based on prevailing market conditions.

The details of your adjusted rate are as follows:

- Original Locked Interest Rate: [Insert Original Rate]%
- New Float-Down Interest Rate: [Insert New Rate]%
- Float-Down Fee: $[Insert Amount, if applicable]
- Lock Expiration Date: [Insert Date]

By signing below, you acknowledge that this new interest rate is final and that no further float-down options are available for this loan. All other terms and conditions of your initial Commitment Letter and Loan Agreement remain in full force and effect.

Please sign and return this letter by [Insert Deadline Time/Date] to ensure the new rate is applied to your closing documents. Failure to return the signed document by the deadline may result in the expiration of this offer.

Sincerely,

[Lender Representative Name]
[Lender Institution Name]

Acknowledgment

I/We hereby accept the new interest rate and terms as stated above.

____
Borrower Signature

____
Co-Borrower Signature (if applicable)

Date: ________________