[Company Name]
[Company Address]
[City, State, Zip Code]
[Phone Number]

[Date]

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

Subject: Confirmation of Float-Down Option Exercise - Loan #[Loan Number]

Dear [Borrower Name],

This letter confirms that you have successfully exercised the "float-down" option on your mortgage interest rate for the property located at [Property Address].

Based on current market conditions and the terms of your agreement, your interest rate has been adjusted as follows:

- **Original Locked Interest Rate:** [Old Rate]%
- **New Adjusted Interest Rate:** [New Rate]%
- **New Adjusted Points/Credits:** [Details]
- **Rate Lock Expiration Date:** [Date]

All other terms and conditions of your original rate lock agreement remain in effect. Please note that this new rate is now fixed until the expiration date listed above. If your loan does not close on or before this date, a lock extension may be required, which could involve additional fees.

Please sign and return a copy of this confirmation to acknowledge the updated terms.

Sincerely,

[Loan Officer Name]
[Title]

Acknowledgment:

I/We hereby acknowledge and accept the new adjusted interest rate as outlined above.

______________________________ ___________
Borrower Signature Date

Co-Borrower Signature Date