

[Date]

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

Re: Loan Application Number: [Loan Number]

Dear [Borrower Name],

Thank you for your interest in our mortgage float-down option. We have carefully reviewed your request to lower the interest rate on your current loan application.

After a thorough evaluation, we regret to inform you that your request for a rate float-down has been denied for the following reason:

Ineligible Loan Program: Your current loan program, [Name of Loan Program], does not qualify for float-down options under our existing lending guidelines and policy agreements.

Please note that your original locked interest rate of [Locked Rate]% remains valid until the lock expiration date of [Expiration Date]. All other terms and conditions of your initial rate lock agreement stay in effect.

If you have any questions regarding this decision or wish to discuss other available options, please contact your Loan Officer directly at [Phone Number] or [Email Address].

Sincerely,

[Loan Officer Name]
[Company Name]
[Contact Information]