

[Date]

[Applicant Name]

[Applicant Address]

[City, State, Zip Code]

Subject: Loan Application Status for [Property Address]

Dear [Applicant Name],

Thank you for giving [Lending Institution Name] the opportunity to review your mortgage loan application for the property located at [Property Address].

After a thorough review of the professional appraisal and inspection reports, we regret to inform you that we are unable to approve your loan request at this time. This decision was based on structural issues identified during the property evaluation.

Specifically, the following concerns were noted:

- [Description of structural issue, e.g., Foundation instability]
- [Description of structural issue, e.g., Load-bearing wall damage]
- [Description of structural issue, e.g., Significant roof structural failure]

Our lending guidelines require that the collateral property meets specific safety and structural integrity standards to secure the loan. Because the property does not currently meet these requirements, it does not qualify as sufficient collateral.

If these structural issues are professionally repaired and certified by a licensed structural engineer, we would be happy to reconsider a new application for this property. We have enclosed a copy of the inspection report for your records.

If you have any questions regarding this decision, please contact your loan officer, [Loan Officer Name], at [Phone Number] or [Email Address].

Sincerely,

[Your Name/Signature]

[Your Title]

[Lending Institution Name]