[Date]

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

**RE: Notice of Option for Deed in Lieu of Foreclosure**
Loan Number: [Insert Loan Number]

Dear [Borrower Name],

We are writing to provide you with information regarding an alternative to foreclosure known as a Deed in Lieu of Foreclosure. Our records indicate that your mortgage loan is currently in default, and we wish to offer you a way to resolve this matter while avoiding the formal foreclosure process.

**What is a Deed in Lieu of Foreclosure?**
A Deed in Lieu of Foreclosure is a voluntary agreement where you transfer the ownership of your property to [Lender/Servicer Name] in exchange for being released from your mortgage obligation. This option allows you to vacate the property gracefully and avoid the extended legal proceedings associated with a foreclosure sale.

**Benefits of this Option:**

- Immediate release from the mortgage debt.
- Less impact on your credit score compared to a formal foreclosure.
- Elimination of the stress of a public foreclosure auction.
- Possible eligibility for relocation assistance (if applicable).

**Requirements for Consideration:**
To be eligible for this program, the following conditions must generally be met:

- The property must be free of other liens or secondary mortgages (unless they can be settled).
- The property must be in "broom-clean" condition upon move-out.
- You must provide a completed financial hardship package.

If you are interested in pursuing this option, please contact our Loss Mitigation Department at [Phone Number] or reply to this letter by [Deadline Date]. We will then provide you with the necessary application forms and a checklist of required documentation.

Sincerely,

[Representative Name]
[Lender/Servicer Name]
[Department Name]