

Letter of Explanation for Rejected Credit Application

[Your Name]

[Your Address]

[City, State, Zip Code]

[Email Address]

[Phone Number]

[Date]

[Lender's Name]

[Lender's Address]

[City, State, Zip Code]

Dear [Lender's Name],

I hope this letter finds you well. I am writing to provide an explanation regarding my recent credit application that was rejected on [rejection date]. I appreciate your time and consideration as I clarify my circumstances.

Upon reviewing my credit report, I acknowledge the [briefly mention the reason for rejection, e.g., late payments, high credit utilization, etc.]. However, I would like to explain the circumstances surrounding these issues.

[Provide a detailed explanation of the situation, including any hardships, mistakes, or changes in circumstances that affected your credit. Be honest and transparent.]

Since that time, I have taken proactive steps to improve my financial situation, including [mention any relevant actions taken, such as establishing a payment plan, reducing debt, etc.]. I am committed to maintaining a positive credit history moving forward.

I kindly ask you to reconsider my application based on this explanation. I believe that I am a responsible borrower and am eager to establish a positive relationship with your institution.

Thank you for your attention to this matter. I am looking forward to your response.

Sincerely,

[Your Name]