

Letter of Clarification

Date: [Insert Date]

To: [Recipient's Name]

[Recipient's Address]

Dear [Recipient's Name],

I hope this message finds you well. I am writing to clarify the implications of promotional credit on credit scores, particularly regarding the recent promotion you inquired about.

Promotional credit can indeed influence your credit score, particularly in the following ways:

- **Utilization Rate:** Increases in your credit limit can lower your utilization ratio, potentially improving your score.
- **New Credit Inquiry:** Applying for promotional credit may result in a hard inquiry, which can temporarily lower your score.
- **Account Age:** Opening new promotional accounts can reduce the average age of your credit accounts, which may negatively affect your score.

It is essential to be mindful of how these factors can interplay and affect your overall credit health. If you have any further questions or require additional information, please feel free to reach out.

Thank you for your attention to this matter.

Sincerely,

[Your Name]

[Your Title]

[Your Contact Information]