

Credit Insurance Disclosure for Auto Loan Financing

Date: [Insert Date]

To: [Borrower's Name]

Address: [Borrower's Address]

Dear [Borrower's Name],

We are writing to provide you with important information regarding credit insurance in relation to your auto loan application. This letter serves as a disclosure of your options regarding credit insurance coverage.

What is Credit Insurance?

Credit insurance is designed to protect you and your loan payments in the event of certain unforeseen circumstances, such as disability, job loss, or death. It is an optional product and not required to obtain your auto loan.

Coverage Options

There are various types of credit insurance available, including:

- Credit Life Insurance
- Credit Disability Insurance
- Credit Unemployment Insurance

Premiums and Costs

The premium for this insurance will vary depending on the coverage selected and may be financed with your auto loan. A detailed breakdown of the costs will be provided upon your request.

Voluntary Participation

Please note that purchasing credit insurance is completely voluntary. You may choose to opt out and still proceed with your auto loan financing without any penalties.

If you have any questions or need further information regarding the credit insurance options available to you, please don't hesitate to contact us at [Contact Information].

Thank you for choosing [Lender's Name]. We appreciate your business.

Sincerely,

[Your Name]

[Your Title]

[Lender's Name]

[Lender's Address]

[Lender's Phone Number]