

Adjustable Interest Rate Disclosure

Date: [Insert Date]

[Borrower's Name]

[Borrower's Address]

[City, State, Zip Code]

Dear [Borrower's Name],

We are writing to provide you with important information regarding the adjustable interest rate for your loan. Please review the details below carefully.

Loan Information

Loan Number: [Loan Number]

Original Loan Amount: \$[Original Amount]

Interest Rate Disclosure

Your current interest rate is [Current Rate]%. This rate is subject to change based on the terms outlined in your loan agreement.

Adjustment Period

Rates will be adjusted [quarterly/annually/etc.] based on the [insert index, e.g., LIBOR, Treasury Bill, etc.].

Future Interest Rates

The maximum interest rate during the term of this loan will not exceed [Maximum Rate]%.

Payment Information

Your monthly payments may change depending on interest rate adjustments. For your reference, the projected payments if the interest rates change are as follows:

- If the rate increases to [Higher Rate]%, \$[Higher Payment]
- If the rate decreases to [Lower Rate]%, \$[Lower Payment]

For any questions regarding this disclosure, please contact us at [Contact Information].

Thank you for choosing [Your Institution's Name].

Sincerely,

[Your Name]

[Your Title]

[Your Institution's Name]

[Your Institution's Address]

[City, State, Zip Code]