

Adjustable Loan Rate Specifications

Dear [Borrower's Name],

We are pleased to provide you with the specifications for your adjustable loan rate as follows:

Loan Information

- **Loan Amount:** \$[Loan Amount]
- **Initial Interest Rate:** [Initial Interest Rate]%
- **Adjustment Period:** [Adjustment Period] (e.g., annually, semi-annually)
- **Index:** [Index Type, e.g., LIBOR, COFI]
- **Margin:** [Margin]%

Rate Adjustment

The interest rate will be adjusted based on the [Index Type] plus the margin of [Margin]% at each adjustment period.

The first adjustment date will be on [First Adjustment Date]. Thereafter, your rate will adjust every [Adjustment Period] until the loan matures.

Lifetime Rate Cap

Note that your loan has a lifetime cap of [Lifetime Cap]% over the initial rate.

Important Considerations

Please take into account the possibility of fluctuating payments resulting from rate adjustments. It is advisable to review your budget accordingly.

If you have any questions or need further assistance, feel free to reach out.

Sincerely,

[Your Name]

[Your Title]

[Your Company Name]

[Contact Information]