

Debt-to-Income Ratio Disclosure

Date: [Insert Date]

Borrower Name: [Insert Borrower Name]

Address: [Insert Borrower Address]

Dear [Borrower Name],

Thank you for your application for a mortgage loan with [Lender Name]. We appreciate the opportunity to assist you in your home financing needs. In accordance with federal regulations, we are providing you with information regarding your debt-to-income (DTI) ratio, an important factor in our loan approval process.

Your current DTI ratio is calculated as follows:

- Total Monthly Debt Payments: \$[Insert Amount]
- Gross Monthly Income: \$[Insert Amount]
- Debt-to-Income Ratio: [Insert Percentage]% (Total Monthly Debt Payments / Gross Monthly Income)

A DTI ratio of [Insert Percentage]% is important as it helps us determine your ability to manage monthly payments and repay the money you plan to borrow. Please note that different loan programs may have varying acceptable DTI ratios.

If you have any questions regarding your DTI ratio or would like to discuss your application further, please do not hesitate to contact us at [Insert Contact Information].

Sincerely,

[Your Name]

[Your Title]

[Lender Name]

[Lender Address]