

[Date]

[Borrower Name]
[Co-Borrower Name]
[Mailing Address]
[City, State, Zip Code]

Re: Loan Application Number: [Loan Number]

Dear [Borrower Name],

This letter is to formally notify you that the interest rate lock on your mortgage loan application expired on **[Expiration Date]**.

Our records indicate that your loan was locked at a rate of **[Interest Rate]%**. Because the lock period has ended and the loan has not yet closed, your interest rate is no longer guaranteed.

As market conditions have shifted, you currently have the following options:

- **Relock at Current Market Rates:** We can relock your loan based on today's prevailing interest rates.
- **Lock Extension:** If eligible, we may be able to extend your previous lock for a fee.
- **Float:** You may choose to let the rate float until you are closer to your closing date.

Please be advised that mortgage rates fluctuate daily. Failure to take action may result in a higher interest rate or changes to your monthly payment and closing costs.

Please contact your Loan Officer, **[Loan Officer Name]**, at **[Phone Number]** or **[Email Address]** by **[Time/Date]** to discuss your options and secure your new rate.

Sincerely,

[Lender Name]
[Mortgage Department]
[Company Phone Number]