

REG B MODEL FORM C-1

SAMPLE NOTICE OF ACTION TAKEN AND STATEMENT OF REASONS

STATEMENT OF CREDIT DENIAL, TERMINATION OR CHANGE

LOAN INFORMATION

Date: [Date of Letter]

Applicant's Name: [Applicant's Name]

Applicant's Address: [Applicant's Address]

Description of Account, Transaction, or Requested Credit: [Description]

Description of Action Taken: [Credit denial, termination, or other action taken concerning credit]

PART I—PRINCIPAL REASON(S) FOR CREDIT DENIAL, TERMINATION, OR OTHER ACTION TAKEN CONCERNING CREDIT

This section must be completed in all instances.

- Grid of checkboxes for reasons for credit denial, including: Credit Application Incomplete, Insufficient Number Of Credit References Provided, Unacceptable Type Of Credit References Provided, etc.

PART II—DISCLOSURE OF USE OF INFORMATION OBTAINED FROM AN OUTSIDE SOURCE

This section should be completed if the credit decision was based in whole or in part on information that has been obtained from an outside source.

- Our credit decision was based in whole or in part on information obtained in a report from the consumer reporting agency listed below. You have a right under the Fair Credit Reporting Act to know the information contained in your credit file at the consumer reporting agency.

Name: [Name of consumer reporting agency]

Address: [Address of consumer reporting agency]

[Toll Free] Telephone number: [Telephone number of consumer reporting agency]

We also obtained your credit score from the consumer reporting agency and used it in making our credit decision. Your credit score is a number that reflects the information in your consumer report. Your credit score can change, depending on how the information in your consumer report changes.

Your credit score: [Credit score]

Date: [Date of credit score]

Scores range from a low of [low score] to a high of [high score].

Key factors that adversely affected your credit score:

[Key factor #1]

[Key factor #2]

[Key factor #3]

[Key factor #4]

[Number of recent inquiries on consumer report, as a key factor]

If you have any questions regarding your credit score, you should contact [entity that provided the credit score] at:

Address: [Address of consumer reporting agency]

[Toll Free] Telephone number: [Telephone number of consumer reporting agency]

- Our credit decision was based in whole or in part on information obtained from an affiliate or from an outside source other than a consumer reporting agency. Under the Fair Credit Reporting Act, you have the right to make a written request, no later than 60 days after you receive this notice, for disclosure of the nature of this information.

If you have any questions regarding this notice, you should contact:

Creditor's name: [Lender's name]

Creditor's address: [Lender's address]

Creditor's telephone number: [Lender's telephone name]

ECOA NOTICE

Notice: The Federal Equal Credit Opportunity Act prohibits creditors from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, age (provided the applicant has the capacity to enter into a binding contract); because all or part of the applicant's income derives from any public assistance program; or because the applicant has in good faith exercised any right under the Consumer Credit Protection Act. The Federal agency that administers compliance with this law concerning this creditor is (name and address as specified by the appropriate agency listed in appendix A of Regulation B).