

Soldiers Name
Soldiers Street Address
Soldiers City, In, Zip Code

Date of letter

[Click here and type recipient's address]

Subject: Request for Reduction of Interest Rate to 6% Pursuant to the Service-members Civil Relief Act, 50 U.S.C App. 527, Public Law 108-99, Section 207, account no. #####.

Dear Sir or Madam:

This is to notify you that I have been called to active military duty. Under the Service-members Civil Relief Act, National Guard personnel mobilizing under active duty orders are entitled to a six percent (6%) cap on all of the interest-bearing debts incurred before mobilization, such as mortgages, car loans, credit cards or individual business loans. Any interest in excess of the six percent (6%) must be permanently forgiven (not simply deferred or accrued).

Under this law, the term "interest" includes service charges, renewal charges, fees, or any other charges (except bona fide insurance) with respect to the obligation or liability. The interest in excess of 6 percent per year is to be forgiven. The payments are to be reduced by the amount of the interest forgiven (allocable to the period for which such payment is made)

To obtain this entitlement to a reduced interest rate, the mobilizing service-member simply need to provide you, the creditor, with this notice of the mobilization. Upon receiving this notice the creditor is obligated to reduce the service-member's interest rate to six percent (6%) as of the date of mobilization. That date can be found on my military orders, a copy of which is attached.

Your cooperation will be appreciated. Thank you.

Sincerely,

Soldiers Full Name

Enclosure
Military Orders