**[Your Company Letterhead]**

[Date]

[Borrower Name]

[Borrower Address]

Subject: Acknowledgement of Interest Adjustment for Loan Account

Dear [Borrowers Name],

We hope this letter finds you well. As per our records, your loan account with us has an interest amount due on March 31st for the current financial year ending.

We would like to inform you that, we have decided to make an adjustment regarding the interest due on your loan. Please be informed that the interest due on March 31st will not be required to be paid out of pocket, this interest amount will be capitalized, meaning it will be added back to the principal amount of your loan. This adjustment is intended to provide you with additional financial flexibility during this period.

The specifics of the interest due and the adjusted principal amount are as follows:

Interest Due on March 31st: [Specify Amount]

Total Loan Amount after Interest Capitalization: [Specify Adjusted Amount]

Please note, this adjustment will affect the calculation of future interest. Thank you for your continued trust in [Lender Name]. We look forward to serving you with your financial needs.

Warm regards,

[Your Name]

[Lender Company Name]

[Lender Contact Information]