

Simple Explanation for Debt Consolidation Inquiries

Subject: Explanation of Recent Credit Inquiries

Hello [Lender Name],

I'm reaching out to explain the credit inquiries you'll see on my report from the past [timeframe]. I've been working on consolidating my existing debt to improve my financial situation and lower my overall interest payments.

I applied to several lenders to compare consolidation loan options, which resulted in multiple inquiries. This was a strategic decision to:

- Reduce my monthly payments
- Lower my interest rates from an average of [X%] to approximately [Y%]
- Simplify my finances by combining multiple accounts
- Pay off my debt faster

I'm pleased to report that I've successfully consolidated \$[amount] of debt and am already seeing positive results. My credit utilization has decreased, and I'm on track to be debt-free within [timeframe].

These inquiries represent proactive financial management, and I'm confident in my improved financial position moving forward.

Thanks for considering my application.

Best,

[Your Name]

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