

[Date]

[Client Name]

[Business Name]

[Address Line 1]

[City, State, Zip Code]

Subject: Advisory Regarding Small Business Credit Portfolio Restructuring

Dear [Client Name],

Following our recent review of [Business Name]'s financial statements and current debt obligations, we are providing this advisory letter to outline a proposed strategy for restructuring your credit portfolio. Our objective is to improve cash flow, reduce interest expenses, and ensure the long-term sustainability of your business operations.

Based on our analysis, we recommend the following restructuring actions:

- **Debt Consolidation:** Merging high-interest short-term liabilities into a single long-term facility to reduce monthly debt service requirements.
- **Interest Rate Renegotiation:** Engaging with current lenders to adjust rates based on your improved credit profile or current market benchmarks.
- **Amortization Extension:** Extending the maturity dates of existing loans to lower immediate principal repayment pressures.
- **Covenant Modification:** Adjusting financial covenants to provide greater operational flexibility during the upcoming fiscal period.

Proposed Next Steps:

1. Execution of a formal authorization to negotiate with creditors on your behalf.
2. Preparation of an updated Business Plan and Cash Flow Forecast for lender presentation.
3. Formal submission of restructuring proposals to [List Priority Lenders].

Please note that this advisory is based on current market conditions and the financial data provided. Successful restructuring is subject to lender approval and may require additional collateral or personal guarantees.

We are available to discuss this strategy in detail at your earliest convenience. Please contact us at [Phone Number] or [Email Address] to schedule a follow-up meeting.

Sincerely,

[Your Name]

[Your Title]

[Advisory Firm Name]