

[Company Letterhead]

[Date]

[Recipient Name/Regulatory Body]

[Department]

[Address]

[City, State, Zip Code]

Subject: Comfort Letter regarding Subordinated Debt Capital Recognition

To [Recipient Name/Regulatory Authority],

This letter is provided by [Parent Company/Investor Name] in connection with the subordinated loan agreement dated [Date] between [Parent Company/Investor Name] (the "Lender") and [Subsidiary/Borrower Name] (the "Company") for the amount of [Currency/Amount].

We hereby confirm the following terms to support the recognition of this debt as [Tier 2/Regulatory] Capital for the Company:

- **Subordination:** The Lender's claims regarding this debt are fully subordinated to the claims of all senior creditors, including depositors and general creditors of the Company.
- **Maturity:** The debt has an initial maturity of at least [Number] years and is not subject to early repayment without prior written approval from the [Name of Regulator].
- **Loss Absorption:** In the event of the insolvency or liquidation of the Company, the debt will rank junior to all unsubordinated liabilities.
- **Interest Payments:** Interest payments may be deferred or cancelled if such payments would result in the Company failing to meet its minimum regulatory capital requirements.

The Lender further confirms its commitment to maintain this subordination and will not take any action that would impair the regulatory capital status of this instrument without prior regulatory notification.

This letter is for informational and regulatory compliance purposes and does not constitute a legal guarantee of the Company's general liabilities.

Sincerely,

[Signature]

[Full Name]

[Title/Position]

[Parent Company/Investor Name]