

[Accountant Letterhead]

[Date]

[Recipient Name]

[Recipient Title]

[Financial Institution/Company Name]

[Address]

RE: Independent Accountant's Report on Asset Quality and Loan Loss Provisioning

To Whom It May Concern,

We have been engaged to review the asset quality and the adequacy of the allowance for credit losses (provisioning) for [Client/Entity Name] as of the period ending [Date].

Our review was conducted in accordance with applicable accounting standards and focused on the following areas:

- **Asset Classification:** Review of the aging and grading of the loan portfolio to ensure assets are categorized correctly (e.g., Performing, Under-performing, Non-performing).
- **Provisioning Methodology:** Evaluation of the Expected Credit Loss (ECL) models or incurred loss models used to calculate reserves.
- **Collateral Valuation:** Verification of the current market value of security held against outstanding facilities.
- **Non-Performing Loans (NPLs):** Assessment of the recovery processes and specific provisions allocated for impaired assets.

Based on our review, nothing has come to our attention that causes us to believe that the reported asset quality metrics or the provisioning levels of [Client/Entity Name] are not, in all material respects, presented fairly and in accordance with [IFRS / GAAP / Local Regulatory Framework].

The total provision for credit losses as of [Date] is recorded at [Amount in Currency].

This letter is intended solely for the information and use of [Recipient Name] and is not to be distributed to any other party without our prior written consent.

Sincerely,

[Signature]

[Name of Accountant/Partner]

[Firm Name]

[Professional License/Registration Number]