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[Company Letterhead]

[Date]

[Counterparty Name]

[Counterparty Address]

[City, State, Zip Code]

**RE: Letter of Financial Reassurance Regarding Credit Default Swap Obligations**

Dear [Contact Name],

This letter is written in reference to the Credit Default Swap (CDS) transactions entered into between [Your Company Name] ("the Protection Seller") and [Counterparty Name] ("the Protection Buyer"), as governed by the ISDA Master Agreement dated [Date of Agreement].

We are aware of recent market volatility and hereby provide formal reassurance regarding our capacity to fulfill all financial obligations related to the referenced CDS contracts. [Your Company Name] remains in a strong liquidity position and maintains sufficient capital reserves to meet potential settlement requirements or collateral calls as defined under the Credit Support Annex (CSA).

To support this reassurance, we affirm the following:

- Current liquidity ratios remain above regulatory and internal threshold requirements.
- Our credit rating remains stable at [Insert Rating, e.g., A/Aa2] as of [Date].
- We maintain dedicated credit lines and high-quality liquid assets (HQLA) specifically earmarked for derivative obligations.

We remain committed to our partnership and are available to discuss our financial standing or specific risk management protocols should you require further detail.

Sincerely,

[Signature]

[Name of Authorized Officer]

[Title, e.g., Chief Financial Officer / Treasurer]

[Your Company Name]