

[Your Name]  
[Your Address]  
[City, State, Zip Code]  
[Your Email]  
[Your Phone Number]

[Date]

[Trustee Name]  
[Trustee Address]  
[City, State, Zip Code]

**RE: Notice of Breach of Fiduciary Duty - Failure to Diversify Assets of [Name of Trust]**

Dear [Trustee Name],

I am writing to you in my capacity as a beneficiary of the [Name of Trust], dated [Date Trust was Created].

Upon review of the recent accountings and portfolio statements, it has come to my attention that a significant portion of the trust's assets is concentrated in [Name of Specific Stock or Asset Class]. Specifically, [Percentage]% of the trust's total value is currently held in this single investment.

As Trustee, you have a fiduciary duty under the Prudent Investor Act and the terms of the Trust to manage assets with reasonable care, skill, and caution. This duty includes a specific mandate to diversify trust investments to minimize the risk of large losses, unless it is reasonably determined that, because of special circumstances, the purposes of the trust are better served without diversifying.

The current lack of diversification has resulted in [mention specific financial loss or increased risk exposure]. Your failure to rebalance the portfolio constitutes a breach of your fiduciary duties of prudence and loyalty to the beneficiaries.

**I hereby demand that you take the following actions within [Number, e.g., 14] days:**

1. Provide a written investment strategy explaining the rationale for the current concentration of assets.
2. Provide a formal plan to diversify the trust's holdings to align with prudent investor standards.
3. Provide an accounting of all losses incurred due to the failure to diversify since [Date the concentration began].

Please be advised that if you fail to take corrective action to protect the trust's principal, I am prepared to pursue formal legal remedies. This may include a petition for your removal as

trustee, a request for a surcharge for investment losses, and an application for the recovery of attorney's fees.

I look forward to your prompt response and a resolution to this matter.

Sincerely,

[Your Signature]

[Your Printed Name]