

Date: [Insert Date]

To: [Insert Counterparty Name]

Address: [Insert Counterparty Address]

Subject: Approval of Counterparty Credit Risk Limits

Dear [Insert Contact Name],

We are pleased to inform you that the Credit Risk Committee has reviewed and approved the credit risk limits for **[Insert Counterparty Name]**. These limits are based on our internal credit assessment and financial analysis.

The approved limits are as follows:

- **Maximum Aggregate Credit Limit:** [Insert Currency and Amount]
- **Settlement Limit:** [Insert Currency and Amount]
- **Pre-Settlement Exposure (PSE) Limit:** [Insert Currency and Amount]
- **Tenor/Maturity Limit:** [Insert Time Period, e.g., 12 Months]
- **Eligible Products:** [Insert Products, e.g., FX, Swaps, Derivatives]

These limits are subject to the following conditions:

1. Execution of the standard [Insert Agreement Type, e.g., ISDA/CSA].
2. Continuous monitoring of financial health and credit ratings.
3. Annual review or re-evaluation upon significant market events.

Please note that [Insert Firm Name] reserves the right to modify, suspend, or cancel these limits at any time at its sole discretion, based on changes in credit quality or market conditions.

Please acknowledge receipt of this letter by signing below and returning a copy to the Risk Management Department.

Sincerely,

[Your Signature]

[Your Name]

[Your Title]

[Insert Firm Name]

Acknowledgment:

I hereby acknowledge the credit limits and conditions set forth in this letter.

Signature: _____ Date: _____