

[Company Letterhead]

[Date]

[Recipient Name]

[Recipient Title]

[Regulatory Body Name]

[Address Line 1]

[Address Line 2]

**RE: Certification of Tier 2 Capital Adequacy Compliance - [Quarter/Year]**

Dear [Recipient Name],

This letter serves to formally certify that [Financial Institution Name] is in full compliance with the Tier 2 capital adequacy requirements as mandated by [Name of Regulatory Framework/Act] for the reporting period ending [Date].

As of the reporting date, the institution's Tier 2 capital position is summarized as follows:

- **Subordinated Debt:** [Amount]
- **Hybrid Capital Instruments:** [Amount]
- **Loan Loss Provisions (General):** [Amount]
- **Revaluation Reserves:** [Amount]
- **Total Tier 2 Capital:** [Total Amount]

We further confirm that:

1. The Total Capital Adequacy Ratio (CAR) stands at [Percentage]%, which exceeds the minimum regulatory threshold of [Percentage]%.
2. Tier 2 capital components do not exceed the regulatory limit of [Percentage]% of Tier 1 capital.
3. All instruments included in Tier 2 capital meet the eligibility criteria regarding subordination, maturity, and lack of acceleration clauses.

Supporting documentation, including detailed balance sheets and capital computation worksheets, is attached for your review. We remain available to provide any further clarification required by the [Regulatory Body Name].

Sincerely,

[Signature]

[Name of Authorized Signatory]

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

[Financial Institution Name]