

DATE: [Insert Date]

TO: [Recipient Name/Board of Directors]

ENTITY: [Company Name]

ADDRESS: [Insert Address]

RE: FINAL NOTICE OF UNDERCAPITALIZATION

Dear [Recipient Name],

This letter serves as formal and final notice that [Company Name] is currently operating with insufficient capital to meet its ongoing financial obligations and operational requirements. Despite previous notifications dated [Insert Date(s) of Prior Notices], the entity remains undercapitalized.

As of [Date], the financial records indicate:

- Current Liquidity Ratio: [Insert Ratio]
- Total Capital Deficit: [Insert Amount]
- Outstanding Unfunded Liabilities: [Insert Amount]

Please be advised that continuing to operate an undercapitalized entity may result in the following consequences:

- Potential "piercing of the corporate veil," leading to personal liability for shareholders or directors.
- Breach of fiduciary duties to creditors and stakeholders.
- Inability to fulfill contractual obligations or debt covenants.
- Risk of involuntary insolvency proceedings.

Required Action:

You are hereby required to provide a written Capital Restoration Plan or evidence of an immediate capital infusion no later than [Insert Deadline Date]. Failure to address this deficiency will force [The Sending Party] to pursue further legal or regulatory remedies.

Please govern yourself accordingly.

Sincerely,

[Your Name/Authorized Representative]

[Your Title]

[Organization Name]