Date: [Insert Date]

To: [Compliance Officer/Board of Directors]
Institution: [Name of Financial Institution]

Subject: Notice of Reporting Deficiency - Basel III Standardized Approach

Dear [Name],

This letter serves as formal notification regarding deficiencies identified in the regulatory reporting submitted for the period ending [Reporting Date]. Our review indicates that the institution has failed to comply with the reporting requirements set forth under the Basel III Standardized Approach for Credit Risk.

Specifically, the following discrepancies have been noted:

- **Risk Weighting Errors:** Incorrect application of risk weights to [Specific Asset Class, e.g., Corporate Exposures/Residential Mortgages] under the standardized mapping.
- **Credit Risk Mitigation (CRM):** Failure to properly document or calculate haircuts for recognized collateral in accordance with the comprehensive approach.
- **Data Integrity:** Inconsistencies between the General Ledger and the Risk-Weighted Asset (RWA) calculations reported in Schedule [Insert Schedule Name].
- **Documentation:** Lack of adequate policy documentation supporting the classification of [Specific Exposure Type].

Failure to remediate these reporting deficiencies may result in a revision of your institution's Common Equity Tier 1 (CET1) capital ratio and potential supervisory action.

Required Actions:

1. Submit a written explanation for the aforementioned discrepancies within [Number] business days.
2. Provide a remediation plan outlining the steps to improve data governance and internal controls.
3. Resubmit the corrected regulatory filings for the affected period.

Please contact the Regulatory Supervision Department at [Phone Number/Email] if you require further clarification.

Sincerely,

[Signature]
[Name of Authorized Official]
[Title]
[Regulatory Agency Name]