

[Company Letterhead]

[Date]

[Auditor Name]

[Audit Firm Name]

[Address]

Subject: Management Representation Letter regarding Going Concern

Dear [Auditor Name],

This representation letter is provided in connection with your audit of the financial statements of [Company Name] for the period ended [Date]. We acknowledge our responsibility for the preparation of the financial statements in accordance with [Accounting Framework] and for the assessment of the entity's ability to continue as a going concern.

We confirm, to the best of our knowledge and belief, the following representations:

1. Assessment of Going Concern

We have evaluated the company's ability to continue as a going concern for a period of at least twelve months from the date of the financial statements. We have identified conditions that indicate substantial doubt about the company's ability to continue as a going concern, specifically: [List issues, e.g., recurring losses, working capital deficiencies, or loan defaults].

2. Management Plans

In response to these conditions, we have developed plans to mitigate the effects of these circumstances, which include:

- [Plan 1: e.g., Negotiation of new credit facilities]
- [Plan 2: e.g., Cost reduction initiatives]
- [Plan 3: e.g., Disposal of non-core assets]

3. Feasibility of Plans

We believe that these plans are feasible and that the outcomes will improve the situation. We have provided you with all relevant financial forecasts and budgets supporting these plans. The assumptions used in these forecasts are consistent with our knowledge of the business and the current economic environment.

4. Disclosure

We believe that the disclosures in the financial statements regarding the material uncertainties and management's plans are adequate and accurately reflect the risks facing the company.

5. Subsequent Events

Since the balance sheet date, there have been no further developments that would negatively impact the company's liquidity or going concern status beyond what has been disclosed to you.

Sincerely,

[Name of Chief Executive Officer]
Chief Executive Officer

[Name of Chief Financial Officer]
Chief Financial Officer