

[Company Letterhead]

[Date]

[Auditor Name]

[Auditor Firm Address]

Subject: Management's Plans to Mitigate Going Concern Uncertainties

Dear [Auditor Name],

In connection with your audit of the financial statements of [Company Name] for the period ended [Date], we confirm our assessment that the Company has the ability to continue as a going concern. We acknowledge that conditions exist that may cast significant doubt on this ability; however, we have developed the following mitigation plans to address these concerns:

1. Financial Projections and Liquidity

We have prepared cash flow forecasts for the twelve-month period following the date of financial statement issuance. These projections indicate that we will have sufficient funds to meet obligations through [List specific measures, e.g., cost reductions, revenue growth].

2. Financing and Capital Support

[Describe specific plans, e.g., "We have secured a line of credit with Bank X" or "The shareholders have committed to providing additional capital of \$X amount"]. We believe these sources of funding are reliable and will be available as needed.

3. Asset Disposal

[If applicable, describe plans to sell non-core assets to improve liquidity].

4. Expenditure Reductions

[Describe specific plans to reduce overhead, delay capital expenditures, or restructure debt].

5. Management's Conclusion

Based on the feasibility and intent to implement the actions described above, management concludes that these plans are sufficient to mitigate the risks associated with the Company's ability to continue as a going concern for at least one year from the date these financial statements are issued.

We have provided you with all relevant information regarding these plans, including formal agreements, correspondence with lenders, and detailed budget assumptions.

Sincerely,

[Signature]

[Name of Chief Executive Officer]

CEO

[Signature]

[Name of Chief Financial Officer]

CFO