

[Company Letterhead]

[Date]

[Audit Firm Name]

[Audit Firm Address]

Re: Representation Letter Regarding Investments and Equity Impairment

Dear [Auditor Name],

This representation letter is provided in connection with your audit of the financial statements of [Company Name] as of [Fiscal Year End Date]. We confirm, to the best of our knowledge and belief, the following representations made to you during your audit:

### **1. Ownership and Classification**

The Company has valid title to all recorded investments. All investments have been properly classified as held-to-maturity, available-for-sale, or trading securities (or under the applicable equity method) in accordance with [Accounting Standards, e.g., GAAP/IFRS].

### **2. Valuation and Measurement**

Investments are recorded at the appropriate carrying value. Fair value measurements, where applicable, have been determined using consistent and appropriate valuation methodologies based on the best available information.

### **3. Impairment Assessment**

We have evaluated all investments and equity holdings for indicators of impairment. We represent that:

- Management has identified all investments where the carrying value exceeds the fair value.
- For each such investment, we have determined whether the decline in value is temporary or "other-than-temporary."
- For investments deemed to be impaired, the carrying value has been written down to its fair value, and the resulting loss has been recognized in the appropriate period.

### **4. Factors Considered**

In determining impairment, we have considered all relevant factors, including the financial condition and near-term prospects of the issuer, specific events impacting the industry, and our intent and ability to hold the investment for a period of time sufficient to allow for any anticipated recovery in market value.

### **5. Completeness of Information**

We have made available to you all financial records and related data regarding these investments, including any reports from valuation experts or internal impairment analyses.

## **6. Subsequent Events**

No events have occurred subsequent to the balance sheet date that would require adjustments to the investment valuations or additional impairment disclosures in the financial statements.

Sincerely,

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[Name of Chief Financial Officer]  
Chief Financial Officer

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[Name of Chief Executive Officer]  
Chief Executive Officer