

[Date]

[Recipient Name]

[Recipient Title]

[Company Name]

[Address]

Subject: Disclaimer of Opinion on Unaudited Subsidiary Financial Statements

Dear [Recipient Name],

We were engaged to audit the consolidated financial statements of [Parent Company Name] as of [Fiscal Year End Date]. These consolidated financial statements include the accounts of its subsidiary, [Subsidiary Company Name].

The financial statements of [Subsidiary Company Name] reflect total assets of \$[Amount] as of [Date] and total revenues of \$[Amount] for the year then ended. These subsidiary financial statements were not audited, and we were not provided with sufficient appropriate audit evidence regarding the financial information of this subsidiary.

Because of the significance of the matter described in the preceding paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the financial position, results of operations, or cash flows of [Subsidiary Company Name] as included in the consolidated financial statements.

Accordingly, we do not express an opinion on the financial statements of [Subsidiary Company Name].

Sincerely,

[Signature]

[Your Name/Firm Name]

[Title/Position]