

# Hedging Agreement for Operational Risk

Date: [Insert Date]

To: [Recipient's Name]

[Recipient's Title]

[Recipient's Organization]

[Recipient's Address]

Dear [Recipient's Name],

This Hedging Agreement ("Agreement") is made and entered into as of the date first written above by and between [Your Organization's Name], located at [Your Organization's Address] ("Party A"), and [Recipient's Organization] ("Party B").

## 1. Purpose

The purpose of this Agreement is to outline the terms and conditions under which Party A and Party B will hedge against identified operational risks.

## 2. Scope

The hedging arrangements will cover the following risks: [List specific operational risks].

## 3. Responsibilities

Party A shall be responsible for [outline responsibilities].

Party B shall be responsible for [outline responsibilities].

## 4. Financial Terms

The financial details of the hedging arrangements include: [detail any payment terms and conditions].

## 5. Term and Termination

This Agreement shall commence on [start date] and continue until [end date or termination conditions].

## 6. Governing Law

This Agreement shall be governed by and construed in accordance with the laws of [state/country].

IN WITNESS WHEREOF, the Parties hereto have executed this Hedging Agreement as of the date first written above.

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[Your Organization's Name]

By: \_\_\_\_\_

Name: [Your Name]

Title: [Your Title]

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[Recipient's Organization]

By: \_\_\_\_\_

Name: [Recipient's Name]

Title: [Recipient's Title]