

Hedge Accounting Audit Preparedness

Date: [Insert Date]

To: [Recipient's Name]

[Recipient's Title]

[Company Name]

[Company Address]

Dear [Recipient's Name],

As we approach the upcoming audit, it is essential to ensure our hedge accounting practices are in compliance with the relevant accounting standards and regulations. This letter serves as a checklist for our preparedness for the audit process.

Key Areas of Focus:

- Documentation of hedge relationships
- Assessment of hedge effectiveness
- Accounting treatment for the hedges
- Disclosure requirements in financial statements
- Review of internal controls related to hedge accounting

Please ensure that all supporting documentation is ready and available for review. We will schedule a meeting to discuss our current hedge positions and any potential discrepancies.

Thank you for your cooperation and attention to this important matter. Should you have any questions or require further information, please do not hesitate to reach out.

Best regards,

[Your Name]

[Your Title]

[Your Company]

[Your Contact Information]