

# Purchase Price Allocation

Date: [Insert Date]

To: [Recipient Name]

[Recipient Address]

Dear [Recipient Name],

We are writing to formally allocate the purchase price associated with the acquisition of [Target Company Name] as per the terms of the purchase agreement dated [Insert Agreement Date]. This letter outlines the allocation of the total purchase price among the identifiable assets acquired and liabilities assumed.

## Purchase Price Details

Total Purchase Price: \$[Total Amount]

## Allocation of Purchase Price

Asset/Liability	Carrying Amount	Allocated Value
Cash and Cash Equivalents	[\$Amount]	[\$Allocated Amount]
Accounts Receivable	[\$Amount]	[\$Allocated Amount]
Inventory	[\$Amount]	[\$Allocated Amount]
Property, Plant, and Equipment	[\$Amount]	[\$Allocated Amount]
Intangible Assets	[\$Amount]	[\$Allocated Amount]
Total		[\$Total Allocated Amount]

This allocation is made in accordance with applicable accounting principles and is intended to reflect the fair value of the acquired assets and assumed liabilities.

Should you have any questions regarding this allocation, please do not hesitate to reach out.

Sincerely,

[Your Name]

[Your Title]

[Your Company Name]

[Your Company Address]

[Your Contact Information]