

Investment Risk Disclosure

Date: [Insert Date]

To: [Investor's Name]

Address: [Investor's Address]

Dear [Investor's Name],

We are writing to inform you of the inherent risks associated with investing in cryptocurrency. As you consider your investment options, it is essential to understand that cryptocurrency markets are highly volatile and can experience dramatic price fluctuations.

Key risks include, but are not limited to:

- **Volatility Risk:** Cryptocurrency prices can rise and fall rapidly, leading to significant losses.
- **Market Risk:** The cryptocurrency market is unregulated, which may result in a lack of consumer protections.
- **Liquidity Risk:** Some cryptocurrencies may not have a liquid market, making it difficult to sell your investment.
- **Security Risk:** Cryptocurrency exchanges and wallets may be susceptible to hacking and fraud.

We recommend that you conduct thorough research and consider your financial situation before investing. This letter serves as a formal disclosure, and by proceeding, you acknowledge that you understand and accept the risks involved.

Should you have any questions, please feel free to contact us.

Sincerely,

[Your Name]

[Your Position]

[Your Company]

[Contact Information]