

# Investment Risk Disclosure Letter

Date: [Insert Date]

To: [Client's Name]

[Client's Address]

Dear [Client's Name],

We are writing to you as part of our commitment to transparency and to ensure that you are fully aware of the risks associated with your investment in private equity. Private equity investments may offer the potential for significant returns, but they also carry a number of risks that you should consider carefully.

## Key Risks of Private Equity Investments

- **Illiquidity:** Investments in private equity typically have long lock-up periods, during which you may not be able to withdraw your capital.
- **Market Risk:** The value of your investment may decline due to fluctuations in the market or the performance of the underlying companies.
- **Manager Risk:** The success of your investment depends on the decisions made by the fund's management team.
- **Due Diligence Risk:** The inherent uncertainty in the evaluation of private companies may lead to misjudgments or unforeseen challenges.

Before proceeding with your investment, we encourage you to carefully consider the information provided in this letter, seek advice from your financial advisor, and thoroughly review the fund's offering documents.

If you have any questions or would like to discuss this further, please do not hesitate to contact us.

Sincerely,

[Your Name]

[Your Title]

[Company Name]

[Contact Information]