

# Accredited Investor Compliance Overview

Date: [Insert Date]

[Your Name]

[Your Title]

[Your Company]

[Company Address]

[City, State, Zip Code]

Dear [Recipient's Name],

This letter serves as an overview of the compliance requirements for accredited investors as per the relevant regulations.

## Definition of Accredited Investor

An accredited investor is defined under Rule 501 of Regulation D as:

- A natural person with a net worth exceeding \$1 million, excluding the value of their primary residence.
- A natural person with an income exceeding \$200,000 in each of the last two years, or \$300,000 combined income with a spouse.
- An entity, such as a bank or investment company, with total assets exceeding \$5 million.

## Verification Process

To verify accredited investor status, the following documents may be required:

- Tax returns for the past two years.
- Bank statements.
- Brokerage statements.
- Other financial documents as needed.

## Importance of Compliance

Ensuring compliance with accredited investor regulations is crucial for minimizing legal risks and maintaining investor trust.

If you have any questions regarding this overview or require further information, please do not hesitate to contact me.

Sincerely,

[Your Name]  
[Your Title]  
[Your Company]