Date: [Insert Date]

To: [Recipient Name/Board of Directors]
From: [Your Name/Department]
Subject: Recommendation for Divestment of Underperforming Asset: [Asset Name]

Dear [Recipient Name],

This letter serves as a formal recommendation to divest the following asset currently held by [Company Name]:

Asset Description: [Asset Name/ID]

Executive Summary:
Based on our most recent portfolio review, [Asset Name] has consistently failed to meet established financial benchmarks and strategic goals. We recommend a full divestment to reallocate capital toward higher-growth opportunities.

Performance Analysis:

- **Financial Underperformance:** [Detail net losses, declining ROI, or high maintenance costs].
- **Market Misalignment:** [Explain how the asset no longer fits the core business strategy].
- **Opportunity Cost:** [Describe how capital tied in this asset could be better used elsewhere].

Proposed Divestment Strategy:

- **Method:** [e.g., Direct Sale, Spin-off, or Liquidation]
- **Timeline:** [e.g., Completion by Q4]
- **Expected Valuation:** [Insert estimated sale price or recovery value]

Risk Mitigation:
[Briefly mention how to handle potential staff impact, contractual obligations, or tax implications].

Conclusion:
Exiting this position will improve our overall balance sheet and allow the organization to focus on core competencies. We request your approval to proceed with the valuation and sale process.

Sincerely,

[Signature]
[Your Printed Name]
[Your Title]