[Company Letterhead]

[Date]

[Recipient Name]
[Recipient Title]
[Company Name]
[Address]

Subject: Response to Qualified Audit Opinion for Fiscal Year [Year]

Dear [Name/Board of Directors],

This letter serves as our formal response to the qualified opinion issued by [Auditor Name] regarding the financial statements for the period ending [Date].

Reason for Qualification:
The audit report indicates a qualification based on [Specific Issue, e.g., Valuation of Inventory / Limitation of Scope regarding Foreign Subsidiaries]. Management acknowledges that [Briefly explain why the data was unavailable or the accounting treatment used].

Management's Position:
While we respect the auditor's conclusion, management believes that [Provide justification or context for the discrepancy]. We maintain that the financial statements, except for the matter described above, represent a fair view of the company's financial position.

Remediation Plan:
To resolve this qualification for future reporting periods, management has initiated the following steps:

- [Action Step 1: e.g., Implementation of new inventory tracking software]
- [Action Step 2: e.g., Hiring of external consultants for valuation]
- [Action Step 3: e.g., Strengthening internal controls over financial reporting]

We anticipate these measures will address the concerns raised and lead to an unqualified opinion in the next audit cycle. We remain committed to full transparency and financial integrity.

Sincerely,

[Signature]
[Name]
[Title, e.g., Chief Financial Officer]