[Law Firm Letterhead]

[Date]

[Client Name]
[Client Address]
[City, State, Zip Code]

Re: Legal Opinion Regarding Potential Liability and Piercing the Corporate Veil

Dear [Client Name],

You have requested our legal opinion regarding whether the corporate veil of [Entity Name] (the "Company") may be pierced to hold its individual shareholders or parent corporation personally liable for the obligations of the Company.

1. Factual Basis

This opinion is based upon the following facts provided to us: [Insert summary of corporate structure, capitalization, and adherence to formalities].

2. Legal Standard

Under [State] law, a corporation is generally treated as a separate legal entity. However, courts may "pierce the corporate veil" and impose personal liability if it is demonstrated that:

- The entity is a mere "alter ego" or "instrumentality" of the owners;
- There has been a failure to maintain corporate formalities;
- The entity was inadequately capitalized at its inception; and
- The corporate form was used to perpetrate fraud or injustice.

3. Legal Analysis

[Insert detailed analysis of how the specific facts apply to the legal factors listed above, addressing commingling of funds, board meetings, and financial sufficiency].

4. Conclusion

Based on the foregoing, it is our opinion that a court [is / is not] likely to pierce the corporate veil in this instance. [Insert qualifying statement regarding the high burden of proof required for such a claim].

5. Limitations

This opinion is limited to the laws of the State of [State] and is based solely on the facts as presented to us as of this date.

Sincerely,

[Attorney Signature]
[Printed Name]
[Law Firm Name]