[Company Name]
[Address Line 1]
[Address Line 2]
[City, State, Zip Code]

[Date]

[Insured Name]
[Address Line 1]
[Address Line 2]
[City, State, Zip Code]

RE: RESERVATION OF RIGHTS

Claim Number: [Claim Number]
Policy Number: [Policy Number]
Date of Loss: [Date of Loss]

Dear [Insured Name],

[Insurance Company Name] is currently investigating the claim referenced above. During our preliminary review, information has come to our attention regarding potential material misrepresentations made in connection with [the application for insurance / the reporting of the claim].

Specifically, the investigation involves [briefly describe the nature of the misrepresentation, e.g., undisclosed prior damage, incorrect garaging location, or failure to disclose household residents].

Under the terms and conditions of your policy, any material misrepresentation or concealment of a material fact may render the policy void or provide grounds for a denial of coverage. Consequently, [Insurance Company Name] is processing this claim under a strict Reservation of Rights.

This means that while we continue to investigate the facts of the loss, we are not waiving any of our rights to deny coverage or declare the policy void at a later date based on the results of our investigation or any other policy provisions that may apply. Our actions in investigating this claim, adjusting the loss, or engaging in settlement discussions shall not be construed as an admission of liability or a waiver of any rights or defenses under the policy or applicable law.

We will notify you in writing once a final determination regarding coverage has been made. In the meantime, we request your full cooperation as required by the "Duties After Loss" section of your policy.

If you have any questions regarding this letter, please contact me directly at [Phone Number].

Sincerely,

[Adjuster Name]
[Title]
[Insurance Company Name]