

Date: [Insert Date]

To: [Project Proposer's Name]

[Title/Position]

[Department/Organization]

Subject: Formal Rejection of Project Proposal – Risk Assessment Findings

Dear [Project Proposer's Name],

This letter serves as a formal **rejection of the project proposal** submitted on [Insert Submission Date]. Following an extensive and comprehensive review, our risk assessment team has thoroughly evaluated the proposal against the organization's strategic objectives and risk tolerance thresholds.

Several significant concerns arose from the risk analysis, which are summarized as follows:

- **Financial Uncertainties:** The project's cost structure presents potential overruns and unpredictable expense factors, leading to possible budgetary risks.
- **Regulatory Compliance Issues:** The identified approach raises compliance questions with current industry standards and regulatory requirements, which could expose the organization to legal and reputational consequences.
- **Operational Challenges:** There are substantial challenges related to resource allocation and timeline constraints, increasing the likelihood of delays and disruptions in implementation.
- **Environmental Impacts:** The risk assessment highlighted potential negative effects on the environment that could undermine our commitment to sustainability and responsible operation.

In light of these findings, proceeding with the project is deemed too great a risk to organizational security, objectives, and reputation. After careful deliberation, we have decided to reject your proposal in order to prioritize sustainable growth and responsible risk management.

We recognize the effort and innovation behind your proposal and encourage you to address these areas of concern should you choose to resubmit in the future. Please feel free to reach out if you have questions regarding the assessment findings or would like clarification on specific risks identified.

Thank you for your understanding and your continued commitment to our organization.

Sincerely,

[Your Name]

[Your Title/Position]

[Department/Organization]