

RAFIQ DOSANI, B.Comm CFE CA
CHARTERED ACCOUNTANT

90 Risebrough Avenue
Toronto, Ontario M2M 2E3
Telephone: (416) 221 - 4095
Fax: (416) 221 - 4160

April 5, 2008

Mr. Kevin Currie, Chair
Queens Quay Harbourfront Business Improvement Area
5 Brookmount Road
TORONTO, ON M4L 3M9

Dear Mr. Currie:

**MANAGEMENT LETTER
YEAR ENDED DECEMBER 31, 2007**

The audit of the financial statements of the Queens Quay Harbourfront Business Improvement Area (BIA) for the year ended December 31, 2007 has recently been completed. The primary purpose of the audit was to express an opinion on the financial position of the BIA as at that date and on the results of its operations for the year then ended.

Given the test nature of my audit, you will appreciate that reliance must be placed on adequate methods of internal control as the Board's principal safeguard against irregularities which a test examination may not disclose.

During the course of the audit I followed up actions taken on recommendations made in the previous years and noted that the BIA has implemented all of my recommendations. This letter provides my comment and recommendation on an issue identified during the current year audit for your consideration.

FINANCIAL STATEMENTS

Observation:

All major contracts are reviewed and approved by the board. However, no interim financial statements are provided to the Board for their review and approval. Interim financial statements would provide a better financial position of the BIA to the Board.

Recommendation:

Consideration should be given to providing monthly or quarterly interim financial statements to the Board for their review and approval.

Management Response:

Agreed with the recommendation. It was the intention of the BIA to provide monthly financial statements to the Board of Directors, however, due to a vacancy of the Treasurer's position no monthly financial statements were presented to the Board. It is anticipated that the Board will elect a Treasurer at its next meeting and the Treasurer will be presenting monthly financial statements to the Board for review and approval.

Yours truly,



Rafiq Dosani