ANNUAL INDEPENDENCE

November 24, 2010

Dundas West Business Improvement Area
C/O Progressive Accounting Services
1569 Dundas Street, West
Toronto, Ontario
M6K 1T9

Dear Board of Directors:

We have been engaged to audit the financial statements of the Dundas West Business Improvement Area for the year ending December 31, 2009.

Canadian generally accepted auditing standards require that we communicate at least annually with you regarding all relationships between the organization and us that, in our professional judgement, may reasonably be thought to bear on our independence.

In determining which relationships to report, these standards require us to consider relevant rules and related interpretations prescribed by the appropriate provincial institute and applicable legislation, covering such matters as:

- holding a financial interest, either directly or indirectly, in a client;
- holding a position, either directly or indirectly, that gives the right or responsibility to exert significant influence over the financial or accounting policies of a client;
- personal or business relationships of immediate family, close relatives, partners or retired partners, either directly or indirectly with a client;
- economic dependence on a client; and
- provision of services in addition to the audit engagement.

We have prepared the following comments to facilitate our discussion with you regarding independence matters.

We are not aware of any relationships between the organization and us that, in our professional judgement, may reasonably be thought to bear on our independence, that have occurred from January 1, 2009 to December 31, 2009.

The total fees charged to the Organization for accounting services were $1,000 plus GST for the prior year. The current year’s fee will be based on time spent. We will notify the organization if the fee is significantly different from the prior year.

GAAS requires that we confirm our independence to the Board of Directors in the context of the Rules of Professional Conduct of the Institute of Chartered Accountants of Ontario. Accordingly, we hereby confirm that we are independent with respect to the organization within the meaning of the Rules of Professional Conduct of the Institute of Chartered Accountants of Ontario as of December 31, 2009.

This report is intended solely for the use of the board of directors, management, and others within the organization and should not be used for any other purposes.

Yours very truly,

BERMAN, LOFCHICK & LUM, LLP
CHARTERED ACCOUNTANTS.
Licensed Public Accountants.