

Rosenswig McRae Thorpe LLP

Chartered Accountants
Associated worldwide with CPA Associates International, Inc.

May 6, 2011

Michael Rosenswig
Jeff McRae
Lori Thorpe
David Westervold
Tony Rosso

Board of Directors
Downtown Yonge Business Improvement Area
40 Dundas Street West Suite 300, PO Box 42
Toronto, Ontario
M5B 2C2

Dear Board of Directors:

As part of our annual audit of your financial statements for the year ended December 31, 2010 we wish to report to you on our findings.

As mandated by the Institute of Chartered Accountants of Ontario, we inform you that we are independent of your organization. The parameters of independency are outlined in our separate letter of independence.

We wish to thank Sue and your organization's staff for assisting us during the audit. Attached is our list of adjustments we have identified during the audit which have not been adjusted for. Based on our materiality of \$45,000, there are no material differences nor were there any significant unrecorded items.

We would like to report to you the following financial reporting matters:

Related party transactions

We have not identified any related party transaction in the course of our audit.

Other matters

We would like to report to you the following internal control matters:

Similar to other small organizations, we understand that the segregation of duties may be difficult which is essential for having a high degree of internal controls. The following are our observations and recommendations we feel could be implemented to strengthen the internal controls of your organization. This is not intended to assess the performance or proficiencies of the staff, but is intended to assist in the advancement of your organization. Our observations and related recommendations are as follows:

- a) Currently there is no log kept of cheques as they are received in the mail. We recommend an individual who is independent of the financial records maintain a log of the cheques received before it is given to the accounting department.

We would be pleased to discuss these items with you in more detail and assist you with any such implementation that you require.

Yours very truly,

ROSENSWIG McRAE THORPE LLP


Tony Rosso
TR/lv