

Report of the Statutory Auditors to the Board of Trustees of

IIBA, Urdorf-Zurich

As statutory auditors, we have audited the accounting records and the financial statements (balance sheet, income statement and notes) of IIBA for the year ended September 30, 2006.

These financial statements are the responsibility of the board of directors. Our responsibility is to express an opinion on these financial statements based on our audit. We confirm that we meet the legal requirements concerning Swiss professional qualification and independence.

Our audit was conducted in accordance with auditing standards promulgated by the profession, which require that an audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement. We have examined on a test basis evidence supporting the amounts and disclosures in the financial statements. We have also assessed the accounting principles used, significant estimates made and the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the accounting records and financial statements comply with the Swiss law and the company's articles of incorporation.

We recommend that the financial statements submitted to you, with retained earnings of CHF 37'005.96, be approved.

Chiaravalli & Partners GmbH



E. Chiaravalli
CPA
Auditor in charge

Zurich, January 23, 2006 EC/IIBA

Enclosures:

- Financial statements (balance sheet, income statement and notes)

Balance sheet as of

Assets	30.09.2006		30.09.2005	
	CHF	%	CHF	%
Postal account CHF	9'366.83	7.8	67'243.59	55.9
Postal account USD	49'384.44	41.0	8'454.28	7.0
Postal account EUR	3'041.00	2.5	27'745.25	23.0
Accrued income	17'285.65	14.4	12'938.29	10.7
Total current assets	79'077.92	65.7	116'381.41	96.7
Furniture	960.00	0.8	1'200.00	1.0
Equipment	1'870.00	1.6	2'800.00	2.3
Total fixed assets	2'830.00	2.4	4'000.00	3.3
Total assets	81'907.92	68.0	120'381.41	100.0
Liabilities	30.09.2006		30.09.2005	
	CHF	%	CHF	%
Accrued expenses	19'901.96	16.5	12'941.22	10.8
Provision future conferences	25'000.00	20.8	25'000.00	20.8
Total current and long-term liabilities	44'901.96	37.3	37'941.22	31.5
Retained earnings				
Gain brought forward	82'440.19		81'494.88	
Result for the period 1.10.-30.09.	-45'434.23		945.31	
	37'005.96	30.7	82'440.19	68.5
Total equity	37'005.96	30.7	82'440.19	68.5
Total liabilities	81'907.92	68.0	120'381.41	100.0

**Profit and Loss Account for the Year Ended
September 30,**

	2006		2005	
	CHF	%	CHF	%
Operating income				
Member dues	168'727.46		165'979.62	
Conferences	-		4'464.28	
Income from workshops	-1'217.99		3'727.30	
Other income	1'125.59		1'004.05	
	168'635.06	100.0	175'175.25	100.0
Operating expenses				
Personnel expenses	86'349.75		75'367.60	
Depreciation	1'170.00		1'730.00	
Office rent	7'205.70		6'408.00	
Prints, mailing	22'168.29		18'591.05	
Travel expenses	38'842.31		30'442.94	
Commissions on credit card transactions	869.80		6'459.64	
Administration and other expenses	12'170.79		20'756.75	
	168'776.64	100.1	159'755.98	91.2
Operating result before interest and extraordinary	-141.58	-0.1	15'419.27	8.8
Interest income	312.21		77.05	
Extraordinary expenses	-45'398.50		-625.00	
Exchange rate loss	-206.36		-13'926.09	
	-45'292.65	-26.9	-14'474.04	-8.3
Result before taxation	-45'434.23	-26.9	945.23	0.5
Taxation	-	0.0	-	0.0
Result for the period 1.10.-30.09.	-45'434.23	-26.9	945.23	0.5