

CARL M. ARNTZEN, CPA
44 Amber Drive, San Francisco, CA 94131

Member American Institute of Certified Public Accountants
Member California Society of Certified Public Accountants

E Mail: CarlArnt@pacbell.net
Tel: (415) 285-8886

System Review Report

To the Partners
Ghaffari Zaragoza, LLP
and the Peer Review Committee of the California Society of CPAs.

November 18, 2011

I have reviewed the system of quality control for the accounting and auditing practice of Ghaffari Zaragoza, LLP (the firm) in effect for the year ended May 31, 2011. My peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants. The firm is responsible for designing a system of quality control and complying with it to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. My responsibility is to express an opinion on the design of the system of quality control and the firm's compliance therewith based on my review. The nature, objectives, scope, limitations of, and the procedures performed in a System Review are described in the standards at www.aicpa.org/prsummary.

As required by the standards, engagements selected for review included engagements performed under Government Auditing Standards.

In my opinion, the system of quality control for the accounting and auditing practice of Ghaffari Zaragoza, LLP in effect for the year ended May 31, 2011, has been suitably designed and complied with to provide the firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Ghaffari Zaragoza, LLP has received a peer review rating of *pass*.

Carl M. Arntzen, CPA

Carl M. Arntzen, CPA