

**AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS
OF THE
INTERNATIONAL BODYGUARD&SECURITY SERVICES ASSOCIATION**

My name is Thomas O. Szabo, I am a Bachelor of Economics from Fribourg University, Switzerland, and an Australian Public Accountant and Company Auditor registered under number 5898 in accordance with the provisions of the Companies Act of the State of New South Wales, Australia, since 1966.

I have left Sydney, Australia, in 1990 to join the (then) Price Waterhouse consulting, accounting and auditing Company, newly established, in Budapest, Hungary, as head of its Finance Department.

In 1994 I left this firm to become a shareholder and its Managing Directors, of an Accounting and Auditing Company called Four-Go Ltd, an Australian/Hungarian joint venture.

I have audited the accompanying Balance Sheet and Profit and Loss Statement of the IBSSA for the year ended 31 December, 2003.

The audit was conducted in accordance with the International Standards of Auditing, requiring me to plan and perform the audit, so I can obtain an assurance about whether the financial statements are true and free of material misstatements.

The audit included examination, on a test basis, all evidence supporting the amounts and disclosures in the financial statements, including the assessment of the accounting principles used as well as the evaluation of the overall financial statements presentation. I believe that my audit provides a reasonable basis for my opinion.

I am fully convinced that the financial statements audited present fairly, in all material aspects, the financial position of the IBSSA as at 31 December, 2003, and a result of its operations for the year then ended, in conformity with generally accepted accounting principles.

Yours sincerely



Thomas O.Szabo, B.Ec, AASA.

Budapest, 15. February, 2005.