

JOHN W. GRAHAM III

Certified Public Accountant

7109 Lamure Drive
Fayetteville, NC 28311
(910) 488-5491

SYSTEM REVIEW REPORT

To the Shareholders
McFayden & Sumner, CPAs PA
and the Peer Review Committee of the North Carolina Association of CPAs

I have reviewed the system of quality control for the accounting and auditing practice of McFayden & Sumner, CPAs PA (the firm) in effect for the year ended May 31, 2009. 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 the Government Auditing Standards.

In my opinion, the system of quality control for the accounting and auditing practice of McFayden & Sumner, CPAs PA in effect for the year ended May 31, 2009, 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. McFayden & Sumner, CPAs PA has received a peer review rating of pass.

November 20, 2009

