

December 18, 2006
1664 Buttercup Road
Encinitas, CA 92024

Michael J. Garcia
United States Attorney
Southern District of New York
One St. Andrews Plaza
New York, NY 10007

TIME SENSITIVE MATERIALS

Re: KPMG DEFERRED PROSECUTION AGREEMENT

- Material Violation
- DPA Extension Justification

Dear Mr. Garcia:

On December 15, 2006, an employee named Yusill, subsequent to checking with your staff, instructed me to send the three enclosures documenting KPMG's material violations of the Deferred Prosecution Agreement directly to you.

The enclosures substantiate the extension of the Deferred Prosecution Agreement imposed upon KPMG by your Office past the December 31, 2006 expiration date.

The enclosures contain undisputed evidence that KPMG has violated the Sarbanes-Oxley Act and other federal laws through bid rigging, conflict of interest, fraudulent misrepresentation/concealment and racketeering harming institutional/individual investors and other entities and individuals.

Please do not hesitate to contact me regarding this correspondence.

Sincerely,

Jacquelyn Finney
Tele: (760) 436-0183
E-mail: jf@cpc-com.com

Enclosures (3)