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AUDITOR'S REPORT

and

FINANCIAL STATEMENTS

JUNE 30, 2008 and 2007

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Free Clinic of Southwest Washington, Inc.
Vancouver, Washington

We have audited the financial position of the Free Clinic of Southwest Washington, Inc., (a nonprofit organization) as of June 30, 2008 and 2007, and the related statements of activities and cash flows for the years then ended. These financial statements and the supplemental information discussed below are the responsibility of the organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the statements referred to above present fairly, in all material respects, the financial position of the Free Clinic of Southwest Washington, Inc., as of June 30, 2007 and 2008, and the changes in its net assets, and its cash flows for the years then ended in conformity with generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplemental information is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplemental information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects when considered in relation to the basic financial statements taken as a whole.

Thompson & Associates

January 14, 2009
Vancouver, Washington