

(Free translation from the original in Spanish)

REPORT OF INDEPENDENT AUDITORS

To the Board of Directors of
Registro Regional de Direcciones IP para América Latina y Caribe (LACNIC)

1. We have audited the accompanying balance sheet of Registro Regional de Direcciones IP para América Latina y Caribe (LACNIC) as of December 31, 2005 and the related statement of profit and loss for the year then ended, with their attached notes and appendices, expressed in Uruguayan pesos. These financial statements are the responsibility of the Institution's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with generally accepted auditing standards in Uruguay. 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 statements. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion, the financial statements referred to above, expressed in Uruguayan pesos, present fairly, in all material respects, the financial position of Registro Regional de Direcciones IP para América Latina y Caribe (LACNIC) as of December 31, 2005 and the results of its operations for the year then ended, in conformity with generally accepted accounting principles in Uruguay.
4. Without qualifying our opinion we draw attention to Note 10 to the financial statements. At the moment it is not possible to determine with reasonable degree of certainty the moment and the way of application of fiscal exemptions -according to Article 69 of the Uruguayan Constitution, and no provision for any liability that may result has been made in the financial statements since management considers that there will be a favourable resolution.

4. In respect of the translation to United States dollars, we inform that the financial statements mentioned in paragraph 1 have been translated in accordance with the basis described in Note 2.2 of the financial statements.
6. This report is intended solely to be used exclusively by the Board of Directors and members of the Institution, and is not intended to be and should not be used by anyone other than these specified parties.

Montevideo, January 23, 2006

ERNESTO VALARINHO
AUDITOR GENERAL

PARECER DA COMISSÃO FISCAL

Tradução livre do original em espanhol

Com fundamento no artigo 27, inciso c) dos Estatutos aprovados e vigentes do REGISTRO DE ENDEREÇAMENTO DE INTERNET PARA AMÉRICA LATINA E CARIBE (LACNIC), e a aprovação dos membros do "Órgão de Fiscalização" na data de 23 de abril de 2003, realizada em Santiago do Chile, reuniu-se o "Órgão de Fiscalização" composto por Cassio Vecchiatti, Sebastián Bellagamba e Adriana Ibarra Vázquez.

Atendendo ao anteriormente exposto se emite um parecer relativo a Memória, Inventário, Balanço Geral e Conta de Gastos e Recursos do período de Janeiro - Dezembro de 2003.

PRIMEIRO.- Verificou-se o resultado da auditoria de Memória, Inventário, Balanço Geral e Conta de Gastos e Recursos do período de Janeiro - Dezembro de 2003 realizados pela firma Ernst & Young como auditor externo. O resultado de tal auditoria foi favorável.

SEGUNDO.- Derivado de análises realizadas pelo "Órgão de Fiscalização" do informe do auditor externo e da documentação apresentada por LACNIC, concluímos que os dados apresentados refletem a real situação dos feitos ocorridos e aconselhamos sua aprovação pela Assembléia Geral.

TERCEIRO.- Atendendo a análise realizada pelo "Órgão de Fiscalização", recomenda-se que no período dos próximos três anos se realizem os melhores esforços para contar com reservas suficientes de dinheiro para cobrir os 150% dos custos fixos y operacionais anuais de LACNIC.

25 de fevereiro de 2004.

Cassio Vecchiatti
Sebastián Bellagamba
Adriana Ibarra Vázquez