

- o Pre-commencement communications pursuant to Rule 13c-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 4.02. Non-Reliance on Previously Issued Financial Statements or a Related Audit Report or Completed Interim Review.

On August 28, 2007, the Chief Financial Officer of Turnaround Partners, Inc. (the "Company"), with the approval of the Board of Directors of the Company, concluded that the consolidated financial statements for the period ended March 31, 2006 included in the March 31, 2007 Form 10-QSB filed on May 14, 2007 should no longer be relied on.

The Company adopted FSP EITF 00-19-2 on January 1, 2007 and incorrectly applied the new method of accounting for registration payment arrangements retrospectively. The new method of accounting for registration payment arrangements should have been accounted for prospectively. This resulted in an incorrect presentation of the consolidated financial statements for the three (3) months ended March 31, 2006.

The Company discussed the matters disclosed in this filing with the Company's independent accountant. The Company will revise the consolidated financial statements by filing an amendment to the March 31, 2007 Quarterly Report on Form 10-QSB. The Company's current financial statements for the period ended June 30, 2007 properly reflects accounting for registration payment arrangements prospectively.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the Company has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Date: August 31, 2007

TURNAROUND PARTNERS, INC.

By: /s/ W. Chris Mathers
Name: W. Chris Mathers
Its: Chief Financial Officer