

August 21, 2006

Mail Stop 4561

Mr. Richard J. Wrensen  
Executive Vice President and Chief Financial Officer  
Capital Alliance Income Trust LTD., A Real Estate Investment Trust  
100 Pine Street, Suite 2450  
San Francisco, CA 94111

**RE: Capital Alliance Income Trust LTD., A Real Estate Investment Trust  
Form 10-KSB for the fiscal year ended December 31, 2004  
Filed April 15, 2005  
Form 10-KSB/A for the fiscal year ended December 31, 2004  
Filed April 20, 2005  
Forms 10-QSB for the quarterly period ended March 31, 2005 and June 30,  
2005  
File No. 1-12941**

Dear Mr. Wrensen:

We have completed our review of your Form 10-KSB and related filings and do not, at this time, have any further comments.

Sincerely,

Linda van Doorn  
Senior Assistant Chief Accountant