

The resolution of the CPA Discipline Committee /the CPA Disciplinary Rehearing Committee

Date of the resolution

Nov 26, 2018

Subject

A disciplinary action prescribed to 2 CPAs named as Chi Min-tsang and Chen Ching-yi, for whose violations against "Certified Public Accountant Act", by the final adjudication of CPA Discipline Committee, a sanction has been given and imposed as 3 months-suspension from whose services governed by Article 39 of the said Act from 1st, December 2018 until 28th, February 2019.

Legal basis of the resolution

Article 68 of Certified Public Accountant Act.

Abstract

Mr. Chi Min-tsang and Ms. Chen Ching-yi, Certified Public Accountant, engaged to provide auditing the 2012 and 2013 financial report of Metaltech Industrial Co., Ltd, were found with following failures and violated related regulations:

1. Failure to include new top ten sales customers in the audit sample when performing tests of internal controls on operating revenues.
2. Failed to perform alternative audit procedures when "accounts receivable" confirmations were not replied.
3. Failed to properly evaluate the risks of fraud and use the result of assess risks to be the foundation of designing and proceeding the audit procedures.

The resolution of the CPA Discipline Committee /the CPA Disciplinary Rehearing Committee

Date of the resolution

Mar 30, 2018

Subject

A disciplinary action prescribed to a CPA named Kuo Ching-ho for whose violation of "Certified Public Accountant Act"; a fine of NTD 1,200,000 was imposed by the final adjudication of CPA Discipline Committee

Legal basis of the resolution

Article 68 of Certified Public Accountant Act.

Abstract

Mr. Kuo Ching-ho, Certified Public Accountant, engaged to provide issuing of fairness opinion for a tender offer case of XPEC Entertainment Inc., were found that failed to document the related judgment procedure and pricing results to support the opinion. This was a violation of Article 41 of Certified Public Accountant Act.

The resolution of the CPA Discipline Committee /the CPA Disciplinary Rehearing Committee

Date of the resolution

Jan 5, 2018

Subject

A disciplinary action prescribed to 2 CPAs named Chang Tzu-hsin and Kuo Shih-hua, for their violations of "Certified Public Accountant Act", thus a sanction of NTD 480,000 fine was imposed to each by the final adjudication of CPA Discipline Committee.

Legal basis of the resolution

Article 68 of Certified Public Accountant Act.

Abstract

Mr. Chang Tzu-hsin and Mr. Kuo Shih-hua, Certified Public Accountant, engaged to provide auditing the 2014 financial report of Xantia Corporation, were found with following failures and violated related regulations:

1. Failure to perform appropriate audit procedures on the system of internal controls over operating revenues.
2. Failure to ascertain the nature and reasonableness of the transactions with the newly trading model, and failed to assess about the reasonableness of sales revenue recognition.