

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

### **Date of the resolution**

April 21, 2021

### **Subject**

A disciplinary action imposed on 2 CPAs named Wei, Yueh-kuei and Tseng, Yu-lung, for their violations of "Certified Public Accountant Act"; by the final adjudication of CPA Discipline Committee, a sanction has been given to Wei and imposed as 9 months-suspension from whose services governed by Article 39 of the said Act from 3rd, May 2021 until 2nd, February 2022; a sanction has been given to Tseng and imposed as 6 months-suspension from whose services governed by Article 39 of the said Act from 3rd, May until 2nd, November 2021.

### **Legal basis of the resolution**

Article 68 of Certified Public Accountant Act.

### **Abstract**

Ms. Wei, Yueh-kuei and Mr. Tseng, Yu-lung, Certified Public Accountant, engaged to provide reviewing of the 2018 Q1 financial report ( restated ) and auditing of the 2018 financial report of ShengHua Entertainment Communication co., Ltd., were found with following failures and violation of related regulations:

1. Failure to perform appropriate reviewing procedures for eliminating any doubt about qualified conclusion of the former CPA.
2. Failure to properly perform procedures for assessing going concern ability.
3. Failure to properly access the adequacy of allowance for accounts receivable.

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

### **Date of the resolution**

May 6, 2021

### **Subject**

A disciplinary action imposed on 2 CPAs named Li,Chen-ming and Kuo,Wen-chit, for their violations of "Certified Public Accountant Act"; by the final adjudication of CPA Discipline Committee, a sanction has been given to Li and imposed as 2 months-suspension from whose services governed by Article 39 of the said Act from 1st, June 2021 until 31st, July 2021; a sanction has been given to Kuo and imposed as 4 months-suspension from whose services governed by Article 39 of the said Act from 1st, June until 30th, September 2021.

### **Legal basis of the resolution**

Article 68 of Certified Public Accountant Act.

### **Abstract**

Mr. Li,Chen-ming and Mr. Kuo,Wen-chit, Certified Public Accountant, engaged to provide auditing of the 2017 and 2018 financial report of Unity Opto Technology Co., Ltd., were found with following failures and violation of related regulations:

1. Failure to perform appropriate audit procedures to ascertain whether nonsignificant components have been obtained sufficient appropriate evidence through analytical procedures.
2. Failure to analyze significant changes of accounts receivable and properly perform alternative audit procedures when accounts receivable confirmations were not returned.
3. Failure to properly assess the adequacy of allowance for accounts receivable.
4. Failure to assess the abnormal sale transactions.
5. Failure to assess the fairness of inventory valuation.
6. Failure to perform appropriate audit procedures to ascertain the reason and nature of significant prepayments, and assess the indicator of impairment.