

**SUMMARY OF SANCTION AGREEMENT
PAUL ROZEK CPA, CA AND PAUL ROZEK PROFESSIONAL CORPORATION, CHARTERED
PROFESSIONAL ACCOUNTANT**

On February 24, 2025, the Complaints Inquiry Committee approved and accepted a sanction agreement pursuant to the provisions of s. 74 of the *Chartered Professional Accountants Act*.

Paul Rozek, CPA, CA and Paul Rozek Professional Corporation, Chartered Professional Accountant, admitted to the allegations of unprofessional conduct as set out in the December 31, 2021 motion referring the matter to a hearing, in that they:

1. Displayed a lack of competence with respect to the audit of the Company A audited financial statements for the year ended December 31, 2021, in that there were serious deficiencies with respect to:
 - a. Compliance with generally accepted accounting principles in the preparation of financial statements;
 - b. Compliance with Canadian generally accepted standards on audit engagements; and
 - c. Compliance with Canadian standards on quality control.

and

2. Failed to cooperate with the requirements of the Complaints Inquiry Process of CPA Alberta in that Paul Rozek, on his own and on behalf of Paul Rozek Professional Corporation, Chartered Professional Accountant, failed to provide a response to communications of the Investigator that required a response.

All of which is contrary to the provisions of the *Chartered Professional Accountants Act*, SA 2014, c. C-10.2 or the regulations, bylaws, Rules of Professional Conduct enacted pursuant thereto or standards of practice, constituting unprofessional conduct.

AND Paul Rozek, CPA, CA and Paul Rozek Professional Corporation, Chartered Professional Accountant, and the Complaints Inquiry Committee agreed that the sanctions to be imposed in consequence thereof will be:

1. Payment of a fine of \$10,000 for allegation #1 within twelve months of the statement of costs being served;
2. Payment of a fine of \$2,000 for allegation #2 within twelve months of the statement of costs being served;
3. Payment of \$2,500 of costs of the investigation, hearing and compliance with the orders, in accordance with bylaw 1601, within twelve months of the statement of costs being served;
4. Mandatory publication pursuant to section 98 of the *CPA Act* and bylaws 1550-1557;
5. If Paul Rozek, CPA, CA and Paul Rozek Professional Corporation, Chartered Professional Accountant fail to comply with the Tribunal's orders within the time specified, the registration of Paul Rozek, CPA, CA and Paul Rozek Professional Corporation, Chartered Professional Accountant will be cancelled.

Discipline Tribunal Secretary
February 2024