



DISCIPLINE NOTICE

The Complaints Inquiry Committee entered into a Sanction Agreement with Company "A".

The United States Securities and Exchange Commission [SEC] investigated the audit of a small US public company with a Calgary head office. Company "A" performed the audit from 1994 to 2002. The SEC found that Company "A" engaged in improper professional conduct pursuant to Rule 102(e)(1)(ii) of the Commission's Rules of Practice. Company "A" had provided bookkeeping services to the company and was auditing its own work. The complaint to the Institute was self-reported.

A sanction agreement was accepted by the Complaints Inquiry Committee when Company "A" admitted that it was guilty of unprofessional conduct by failing to maintain the good reputation of the profession at all times in that the Securities and Exchange Commission of the United States of America made findings that Company "A" engaged in improper professional conduct pursuant to rule 102(e)(1)(ii) of the Commission's rules of practice.

Company "A" and the Complaints Inquiry Committee have agreed that the sanction to be imposed in consequence thereof will be:

Company "A" will receive a reprimand and pay the costs of the investigation and hearing.

In addition to this notice, the admissions and sanctions contained in the agreement will be provided to all provincial institutes, the Institute of Chartered Accountants of Bermuda and to anyone who directs an enquiry to the Institute about the discipline history of Company "A".

Jude Corrin
Discipline Tribunal Secretary
June 14, 2007