

SUMMARY OF SANCTION AGREEMENT REGISTRANT S

On April 14, 2021, the Complaints Inquiry Committee approved and accepted a sanction agreement pursuant to the provisions of s. 74 of the *Chartered Professional Accountants Act*.

Under that agreement Registrant S, admitted to the allegations of unprofessional conduct as set out in the January 3, 2020 motion referring the matter to a hearing, in that he:

1. Acted in a conflict of interest by preferring his own interests, or the interests of the other voting shareholder, SP, over the interests of the remaining shareholders in CM in that he:
 - a) Failed to disclose and obtain approval from the other shareholders of CM for the following loans or payments to companies in which he had a financial interest:
 - i \$50,000 to L Laboratories in November 2017;
 - and
 - b) Failed to disclose information to the investors in CM about the role that he and SP took on as general contractor, and the related construction fees that were to be paid to Registrant S and SP;
 - and
2. Associated himself with false and misleading information when he reported to the investors and non-voting shareholders of CM that all of the investment monies had been received, when \$260,500 of the investment of SP was still outstanding.

All of which is contrary to the provisions of the *Chartered Professional Accountants Act*, SA 2014, c. C-10.2, the *Regulated Accounting Profession Act*, RSA 2000, c. R-12, or the regulations, by-laws, Rules of Professional Conduct enacted pursuant thereto or standards of practice, constituting unprofessional conduct.

AND, Registrant S, and the Complaints Inquiry Committee agreed that the sanctions to be imposed in consequence thereof would be:

1. Written reprimand;
2. Payment of a fine of \$1,000 for each of allegations #1 and #2, payable within 30 days of the statement of costs being served;
3. Payment of costs of the investigation, hearing and compliance with the orders, in accordance with bylaw 1601, within 30 days of the statement of costs being served;
4. Mandatory publication pursuant to section 98 of the *CPA Act* and bylaws 1550-1557;
5. If Registrant S fails to comply with the Tribunal's orders within the time specified, the registration of Registrant S will be cancelled.

Discipline Tribunal Secretary
April 2021