



Glaucus Research Group

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UNIVERSAL TRAVEL GROUP (UTA)

Things gained through unjust fraud are never secure.

- Sophocles

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Universal Travel Group Inc. Announces Resignation of its Auditors

On April 14, 2011, a little over a month after the Glaucus Research Group released a [report](#) detailing various accounting irregularities and fraud at Universal Travel Group, Inc. ("UTA"), Windes & McClaughry Accountancy Corporation ("Windes") resigned as UTA's independent auditor. The NYSE has halted trading in shares of UTA.

Windes stated in its resignation [letter](#) that "management and the Audit committee were unwilling to cooperate and help facilitate the audit process... In addition, recent statements made and/or positions taken by the Audit Committee and/or Management, appeared to impair our independence thereby prohibiting us from rendering an opinion on the December 31, 2010 consolidated financial statements." According to PR Newswire, "Windes stated [its resignation] was due in part to the Company's management and/or the Audit Committee being non-responsive, unwilling or reluctant to proceed in good faith and imposing scope limitations on Windes' audit procedures. Windes also stated that it had lost confidence in the Board of Director's and the Audit Committee's commitment to sound corporate governance and reliable financial reporting."¹

UTA replaced Windes with EFP Rotenberg & Co, LLP, who will be the company's **6th auditor in five years**. We will be watching.

¹ <http://www.prnewswire.com/news-releases/universal-travel-group-inc-appoints-efp-rotenberg--co-llp-as-independent-auditors-subject-to-clearing-client-acceptance-procedures-119872339.html>