

SEC/Enforcement/182/2003/260

June 1, 2005

By Special Messenger

By Courier Service

1. Bangladesh Luggage Industries Limited
Doel Complex, Karnapara, Savar.
2. Directors
Bangladesh Luggage Industries Limited
Doel Complex, Karnapara, Savar.
3. The Managing Director
Bangladesh Luggage Industries Limited
Doel Complex, Karnapara, Savar.
4. The Company Secretary
Bangladesh Luggage Industries Limited
Doel Complex, Karnapara, Savar.

Subject: Non-compliance of securities laws in connection with non-submission of the audited financial statements for the year ended June 30, 2003 -WARNING.

As per section 2 (g) of the Securities and Exchange Ordinance, 1969 (ORDINANCE No. XVII OF 1969) Bangladesh Luggage Industries Limited is an issuer (herein after referred to as "issuer").

As per rule 12, sub-rule (3A) of the Securities and Exchange Rules, 1987, as amended through the Notification No. SEC/LSD/SER-1987/149 dated 4th January 2000, gazetted on 16 February 2000, the issuer company's financial statements is required to be audited within one hundred and twenty days from the date on which the issuer's financial year ends and a copy of such audited financial statements should be submitted to the Commission and the Stock Exchanges within fourteen days thereof, which the issuer (Bangladesh Luggage Industries Limited) failed to comply with by not submitting the audited financial statements for the years ended on June 30, 2003 and 2004 within the stipulated period.

Failure to furnish the audited financial statements for the years ended June 30, 2003 within the stipulated time is a clear violation/contravention of the abovementioned rules.

A show -cause notice was issued on 22/12/04 for the said failure. But the issuer did not make any reply. As such, the individual Directors, including the Managing Director, were called for hearing on 24/02/2005. Mr. Deokanadan Kejriwal, Managing Director and Mr. Safiruddin, Company Secretary appeared at the said hearing and given undertaking to the effect that they would submit all accounts by March 2005, but they also failed to comply with their commitment.

However, the Commission, after considering furnishing of the said statements on 18/04/2005 through letter dated 17/04/2005, has decided to dispose of the proceedings against Bangladesh Luggage Industries Limited and others concerned for the stated violation, by placing on record the Commission's dissatisfaction on the defaults made by the company, its directors and its officials concerned, with a warning to ensure compliance of all securities related laws in future.

Please note that this disposal does not absolve the issuer or any of its directors or officers concerned from their lawful responsibilities/obligations to the persons, if any, affected as a result of the issuer's above said defaults.

For Securities and Exchange Commission

Mansur Alam
Executive Director

Copy for information:

Chief Executive Officer, Dhaka Stock Exchange Ltd.

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