

SEC/Enforcement/310/2005/
May 4, 2005

By Special Messenger
By Courier Service

M/s Ashraf Textile Mills Limited
Head Office, House No. 480, Road No. 32, New DOHS, Mohakhali, Dhaka-1206

Directors
M/s Ashraf Textile Mills Limited
Head Office, House No. 480, Road No. 32, New DOHS, Mohakhali, Dhaka-1206

The Managing Director
M/s Ashraf Textile Mills Limited
Head Office, House No. 480, Road No. 32, New DOHS, Mohakhali, Dhaka-1206

The Company Secretary
M/s Ashraf Textile Mills Limited
Head Office, House No. 480, Road No. 32, New DOHS, Mohakhali, Dhaka-1206

Subject: Non-compliance of securities laws (audiovisual recording of AGM)- WARNING

This refers to the Commission's show cause notices No. SEC/Enforcement/310/2005/122 dated March 21, 2005 and your reply letter No. ATM/SEC/HO/123/201 dated March 29, 2005.

Provision (c) of the Commission's of Order No SEC/CFD-71/2001/Admin/02/05 dated January 03, 2002 published in the Bangladesh Gazette on January 30, 2002, requires that an issuer shall make continuous and uninterrupted audio visual recording of the entire proceedings of its annual general meeting and shall furnish a copy of the same in unedited form within the shortest possible time but not later than three working days from the date of holding of the said annual general meeting to the Commission and the Stock Exchange(s).

In reply to the show cause you mentioned that due to unavoidable circumstances you failed to record the video of 22nd Annual General Meeting and your also informed the Commission on March 8, 2005 that due to non-arrangement of Video program of the AGM, you could not submit the audiovisual recording of AGM.

The aforesaid non-compliance with the terms of the aforementioned Order is a clear contravention attracting section 22 of the Securities and Exchange Ordinance, 1969.

However, the Commission, after considering the submissions made by Ashraf Textile Mills Limited through its above said letters, has decided to dispose off the proceedings against Ashraf Textile Mills Limited and other concerned for the stated violation, by placing on record the Commission's dissatisfaction on the defaults made by the company and its official 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, including change in its record date concerned.

For the Securities and Exchange Commission

Mansur Alam
Executive Director

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