

No. SEC/Enforcement/878/2011/130
March 3, 2011

Registered with AD
By Fax: 031 752344

1. Hakkani Pulp & Paper Mills Ltd. (Issuer)
2/10 Dhaka Trunk Road, North Pahartali, Chittagong
2. Directors
Hakkani Pulp & Paper Mills Ltd., 2/10 Dhaka Trunk Road, North Pahartali, Chittagong
3. Managing Director
Hakkani Pulp & Paper Mills Ltd., 2/10 Dhaka Trunk Road, North Pahartali, Chittagong
4. Company Secretary
Hakkani Pulp & Paper Mills Ltd., 2/10 Dhaka Trunk Road, North Pahartali, Chittagong

Sub: Non-compliance with the securities related laws in connection with retention of auditor for a consecutive period exceeding three years: Warning.

This refers to the Commission's show cause cum hearing notice no. SEC/Enforcement/878/2011/99 dated February 20, 2011 based on which the hearing was conducted on February 28, 2011 and your explanations submitted to the Commission vide letter dated February 24, 2011.

The Commission, considering your explanations, has decided to dispose of the proceedings against yourselves, by placing on record the Commission's dissatisfaction on the default/contravention made by you, with a warning to ensure compliance of all securities related laws in future.

Please note that this disposal does not absolve you from your lawful responsibilities/obligations to any person, if affected, as a result of your above said default/contravention.

For the Securities and Exchange Commission-

(Mohammad Abul Hasan)
Deputy Director (Enforcement)

CC:

1. CEO, Dhaka Stock Exchange Ltd.
2. CEO, Chittagong Stock Exchange Ltd.
3. Director (MIS), SEC
4. Director (CFD), SEC: For necessary action, if any.
5. Chairman's Office, SEC