

No. SEC/Enforcement/586/2007/1002

Dated: September 06, 2007

Al-Arafah Islami Bank Limited (Issuer)
Head Office, 36 Dilkusha C/A, Dhaka-1000

Managing Director

Al-Arafah Islami Bank Limited, Head Office, 36 Dilkusha C/A, Dhaka-1000

Directors

Al-Arafah Islami Bank Limited, Head Office, 36 Dilkusha C/A, Dhaka-1000

Company Secretary

Al-Arafah Islami Bank Limited, Head Office, 36 Dilkusha C/A, Dhaka-1000

Sub: Alleged non-compliance with securities related laws in connection with the audited financial statements for the year ended on December 31, 2006: Warning.

This refers to the Commission's show cause cum hearing notice No. SEC/Enforcement/586/2007/731 dated July 02, 2007, based on which the hearing was conducted on July 30, 2007, and your explanations submitted to the Commission vide letter No. AIBL/HO/MDS/2007/23 dated July 30, 2007 in respect of the said notice.

The Commission, considering the issuer's explanations/submissions, has decided to dispose of the proceedings against Al-Arafah Islami Bank Limited by placing on record the Commission's dissatisfaction on the default/contravention made by the issuer and its directors as well, 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 director or officers concerned from their lawful responsibilities/obligations to the persons, if any, affected as a result of the issuer's above said default/contravention.

For the Securities and Exchange Commission

Md. Mizanur Rahman
Director

CC:

CEO, Dhaka Stock Exchange
CEO, Chittagong Stock Exchange
Executive Director (R&D), SEC
Executive Director (CFD), SEC
Director (MIS), SEC
Chairman's Office, SEC