

SEC/Enforcement/492/2006/114

February 4, 2007

1. Phoenix Leather Complex Limited, 180-C, Sher-E-Bangla Road, Hazaribagh, Dhaka-1209.
2. Directors, Phoenix Leather Complex Limited, 180-C, Sher-E-Bangla Road, Hazaribagh, Dhaka-1209.
3. Managing Director, Phoenix Leather Complex Limited, 180-C, Sher-E-Bangla Road, Hazaribagh, Dhaka-1209.
4. Company Secretary, Phoenix Leather Complex Limited, 180-C, Sher-E-Bangla Road, Hazaribagh, Dhaka-1209.

Subject: Non-compliance of securities laws: In connection with disseminating the price sensitive information in the newspapers– WARNING

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

The issuer has violated the Commission's Order No.GmBm/GmAviGgAvBm/2000-985/2248/c002/1 Zwi L 19 wWimaf, 2000Bs gazetted on February 25, 2001, by not publishing the price sensitive information regarding 28th AGM in the newspapers.

A show-cause cum hearing notice dated August 2, 2006 was issued to the issuer's directors as well as to the company secretary to explain the defaults and to appear at the hearing on August 22, 2006. Mr. Khanjan Ali, director and Mr. Sawkat Selim, manager appeared at the hearing. In course of hearing the issuer submitted a letter dated August 17, 2006 and stated, among others, that inadvertently and due to heavy loss of the company they could not publish the price sensitive information in the newspapers regarding 28th AGM.

The Commission, considering their submissions and assurance for future compliance, has decided to dispose of the proceedings against Phoenix Leather Complex Limited and others concerned by placing on record the Commission's dissatisfaction on the default/contravention made by you/issuer, 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 the said default.

For the Securities and Exchange Commission

Mansur Alam
Executive Director

Distribution:

Chief Executive Officer, Dhaka Stock Exchange Ltd.
Chief Executive Officer, Chittagong Stock Exchange Ltd.

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