SEC/Enforcement/399/2005/544 May 28, 2006

ALOCO Depository Participant (DP No. 133) DSE Member No.139 Room No.520 9E Motijheel C/A Dhaka-1000

Attention: Proprietor

Subject: Non-compliance of securities laws - WARNING

It is appeared from the copy of letter of Central Depository Bangladesh Limited dated November 27, 2005, addressed to the Proprietor of ALOCO (DP), that the DP's Clearing Account had a balance of 80 shares of Agricultural Marketing Co. Ltd. on November 23, 2005, i.e. on record date, which means the DP did not make timely payout into DP's clients' account depriving the clients the benefits arising from the corporate action.

The Commission, in exercise of its power conferred by aviv 14 of WCuRUwi AvBb, 1999, has issued a directive vide No. SEC/CDS/2:22/99/187 dated July 18, 2004, to all concerned to ensure, among others, to the effect "P) †i KW[©]‡W‡U †Kvb WCuRUwi AskMhbKvix wKepwis wnmv‡e (Clearing Account) D³ †Kv¤úvbxi †Kvb wmwKDwiwU ivL‡Z cvi‡eb bvÓ.

It is appeared that ALOCO (DP) has violated the above directive of the Commission.

The Depository Participant's aforementioned non-compliance/violation appeared to be deliberate attracting penal provision of aviv 14(2) of the WCwRUwi AvBb, 1999.

A show-cause-cum hearing notice No.SEC/Enforcement/399/2005/427 dated April 16, 2006 was issued to the DP under said aviv 14(2) of the WCwRUwi AvBb, 1999 to appear for hearing for above said non-compliance/ violation, along with written explanation. The hearing was conducted on May 7, 2006.

Page-2

SEC/Enforcement/399/2005/544 May 28, 2006

The DP in a written statement dated May 7, 2006 submitted at the time of hearing has mentioned that they had not paid out 80 Agricultural Marketing Co. Ltd.'s shares from its Clearing Account due to mistake. The DP has further mentioned that it has already paid out the concerned shares, including the benefits to the clients concerned.

The Commission, considering the admission of default, paying out the concerned shares along with the benefits to the client and assurance for future compliance with the securities laws, has decided to dispose of the proceedings against the DP by placing on record the Commission's dissatisfaction on the defaults/violation made by it, 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 defaults.

For Securities and Exchange Commission

Mansur Alam Executive Director

Copy for information:

Chief Executive Officer, Dhaka Stock Exchange Ltd. Chief Executive Officer, Central Depository Bangladesh Limited Executive Director (R&D), SEC Executive Director (CDS), SEC Executive Director (Registration), SEC Director (MIS), SEC Chairman's Office, SEC