

SEC/Enforcement/350/2005/701

By Special Messenger

December 19, 2005

Hedayetullah Securities Limited
Depository Participant (DP)
DSE Member No. 140
Room # 624 & 629, DSE Annex Building
9E Motijheel (5th Floor)
Dhaka-1000

Attention: Managing Director/Chief Executive Officer

Subject: Non-compliance of securities laws - WARNING

It appeared from the copy of letter dated July 25, 2005 of Central Depository Bangladesh Limited, addressed to the Chairman & Managing Director of Hedayetullah Securities Limited, that your DP Clearing Account had a balance of 50 shares of Ambee Pharmaceuticals Limited on July 24, 2005, i.e. on record date, which means your House did not make timely payout to your clients' account depriving the clients the benefits arising from the corporate action.

The Commission, in exercise of its power conferred by section 14 of the Securities and Exchange Commission Act, 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) তি KWঐW†U †Kvb W/cwRUwi AskMhbKvi x wkqwi s wnmvte (Clearing Account) D³ †Kv=úvbx† †Kvb wmwKDwi wU i vL†Z cvi †eb bvÓ.

It appeared that by doing so, Hedayetullah Securities Limited (DP) has contravened the above directive of the Commission.

The Depository Participant's aforementioned non-compliance/contravention appeared to be deliberate attracting penal provision of section 14(2) of the Securities and Exchange Commission Act, 1999.

A show-cause-cum hearing notice No. SEC/Enforcement/350/2005/507 dated September 18, 2005 was issued to the DP under said section 14(2) of the Securities and Exchange Commission Act, 1999 to appear for hearing for above said non-compliance/contravention, along with written explanation on September 28, 2005.

Contd.....P/2

