

SEC/Enforcement/183/2003-212

By Special Messenger

October 26, 2003

Managing Director
Mercantile Securities Ltd
9E Motijheel C/A (1st Floor)
Dhaka-1000

Dear Sir:

Subject: Non-compliance of securities laws - WARNING

Reference is made to the notice for hearing SEC/Enforcement/183/2003-183 dated September 14, 2003 and hearing conducted on September 21, 2003.

The Commission issued show-cause notice SEC/Enforcement/183/2003-161 dated August 23, 2003 in terms of certain activities of the merchant banker as mentioned in the show-cause notice under reference, among others, failure to deposit annual fees in due time as well as failure to comply with the conditions ২, ৪, and ১৩ of the Commission's letter নিবন্ধন- ১.০৮৮/৯৯-৫২৯ তারিখ ৩১/৮/১৯৯৯ ইং that attracts the provisions of বিধি ১০(৩) and বিধি ৩৩(১) (ঙ) of the সিকিউরিটিজ ও এক্সচেঞ্জ কমিশন (মার্চেন্ট ব্যাংকার ও পোর্টফোলিও ম্যানেজার) বিধিমালা, ১৯৯৬; the provisions of the Securities and Exchange Ordinance, 1969 as well as the provisions of section 10 (3) of the Securities and Exchange Commission Act, 1993.

The Commission, after considering the submissions of beg to be condoned for the lapses made by Mercantile Securities Ltd. through letter dated September 20, 2003 and assurance given for compliance of securities related laws in future by the persons present at the time of hearing, has decided to dispose of the proceedings against Mercantile Securities Ltd. by placing on record the Commission's dissatisfaction on the default made and with a warning to comply with all securities related laws in future.

For and on behalf of the Securities and Exchange Commission

Sirajul Huq

Deputy Director