

No.SEC/Enforcement/403/2006/1138
Dated: October 18, 2006

By Special Messenger

Aziz Pipes Limited
93, Motijheel C/A, Aziz Bhaban, Dhaka-1000

Directors
Aziz Pipes Limited
93, Motijheel C/A, Aziz Bhaban, Dhaka-1000

Managing Director
Aziz Pipes Limited
93, Motijheel C/A, Aziz Bhaban, Dhaka-1000

Company Secretary
Aziz Pipes Limited
93, Motijheel C/A, Aziz Bhaban, Dhaka-1000

Sub: In connection with audited financial statements for the year ended on December 31, 2004: Disposal

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

On examination of the financial statements for the year ended on December 31, 2004, it appeared that a total of Tk. 1.18 crores against 22 parties were written off in 2004, which includes receivable of Taka 10 lacs and more. It also appeared from the reply of the issuer that all on a sudden the said debtors closed their business and moved out elsewhere. Therefore, legal action could not be initiated against them. It further appeared that the issuer was not prudent in making sales to the said 22 parties, and that the management of Aziz Pipes Ltd. did not take proper and timely measures to recover the said receivables.

However, the Commission has decided to dispose off the matter, by placing on record the Commission's dissatisfaction on the all above, with an advice to ensure establishment of appropriate control system as well as good governance in the activities of the company listed with the stock exchanges in the interest of all concerned, including the public investors in the company's securities.

Please note that this disposal does not absolve the issuer or any of its directors or officers concerned from their lawful responsibilities/obligations to the persons, if any, affected as a result of the issuer's above said default.

For Securities and Exchange Commission

Mansur Alam
Executive Director

Distributions:

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

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