

No. SEC/Enforcement/270/2004/560

By Fax: 880-2-7710056

Dated: May 22, 2007

Bangladesh Chemical Industries Limited (Issuer)
Registered Office: Doel Complex, Karnapara, Savar, Dhaka-1340

Directors
Bangladesh Chemical Industries Limited
Registered Office: Doel Complex, Karnapara, Savar, Dhaka-1340

Managing Director
Bangladesh Chemical Industries Limited
Registered Office: Doel Complex, Karnapara, Savar, Dhaka-1340

Company Secretary
Bangladesh Chemical Industries Limited
Registered Office: Doel Complex, Karnapara, Savar, Dhaka-1340

Sub: Waiver of imposed penalty: Non-compliance of securities law in connection with payment of audit fee to the SEC appointed auditors.

This refers to your letter No. BCIL/06/07/SEC-1 dated 2 May 2007, furnishing therewith a cheque for Tk. 3,10,000.00 issued in favour of Ahmad and Ahmad as payment against the bill of M/s Ahmad and Ahmad, Chartered Accountants, the SEC appointed auditors, which has been sent to them vide letter No. SEC/Enforcement/270/2004/463 dated 14 May 2007, with a copy to you.

In view of the above, the Commission has reviewed the matter under section 26 of the Securities and Exchange Ordinance, 1969, and decided to waive the penalty imposed through the penal orders Nos. GmBim/Gbtcdmfg/U/207/2004/1203-1208, all dated 19 December 2006.

For Securities and Exchange Commission

Mansur Alam
Executive Director

Copy for information:
Executive Director (CFD), SEC
Director (LSD), SEC- For information and necessary action.
Director (MIS) SEC
Chairman's Office, SEC