

SEC/Enforcement/627/2007/1436

November 3, 2008

1. Karnafully Insurance Company Limited, 100, Motijheel C/A, Dhaka-1000.
2. Directors, Karnafully Insurance Company Limited, 100, Motijheel C/A, Dhaka-1000.
3. Managing Director, Karnafully Insurance Company Limited, 100, Motijheel C/A, Dhaka-1000.
4. Company Secretary, Karnafully Insurance Company Limited, 100, Motijheel C/A, Dhaka-1000.

Sub: Non-compliance of securities laws: In connection with the submission of half yearly financial statements for the half year ended on June 30, 2007: Warning.

This refers to the Commission's show cause cum hearing notice No.SEC/Enforcement/627/2007/148 dated February 5, 2008 based on which the hearing was conducted on February 28, 2008 and your explanations submitted to the Commission vide letter No.KIC/HO/Admin/2008 dated February 13, 2008.

The Commission, considering your explanation and subsequent compliance, has decided to dispose of the proceedings against Karnafully Insurance Company Limited and others concerned by placing on record the Commission's dissatisfaction on the default/contravention made by you 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 the said default.

For Securities and Exchange Commission

Md. Mizanur Rahman
Executive Director

Copy for information:

Chief Executive Officer, Dhaka Stock Exchange Ltd.
Chief Executive Officer, Chittagong Stock Exchange Ltd.
Executive Director (R&D), SEC
Director (CF), SEC
Director (MIS), SEC and
Chairman's Office, SEC