

SEC/Enforcement/116/2002-83
May 24, 2003

By Special Messenger
By Courier Service

Managing Director
Padma Cement Limited
House No. 7, Road No. 13 (New), 30 (Old)
Dhanmondi, Dhaka - 1205

Dear Sir:

Subject: Non-compliance of securities laws - WARNING

Reference is made to the Securities and Exchange Commission's (hereinafter referred to as the Commission) show-cause notice SEC/Enforcement/116/2002-52 dated March 20, 2003 and notice for hearing SEC/Enforcement/116/2002-60 dated April 09, 2003 (read with no. SEC/Enforcement/116/2002-70 dated April 24, 2003) and hearing conducted on April 29, 2003.

Padma Cement Limited (herein after referred to as the issuer) failed to disclose the matters relating to cancellation of license by BSTI as per Notification No. SEC/SRMI/2000-953/1950 dated October 24, 2000 gazette on 07.11.2000 and Notification No. GmBmm/GmAvi GgAvBmW/2000-985/2248/c002/1 Zwi Lt 19 Wt:m=†, 2000 Bs gazette on 25.02.2001.

As such show-cause notice under reference was issued. Based on the show-cause notice under reference and reply made by the issuer by its letter SH/SEC/2002-23 dated 30.03.2003, the issuer was given an opportunity of being heard. The issuer at the time of hearing as well as vide its letter dated 30.03.2003 acknowledged the alleged contravention of the Commission's Notifications dated November 7, 2000 and February 25, 2001; sought apology for non-compliance of securities laws and assured that these sorts of non-compliances would not happen in future.

The Commission, after considering the submissions and assurance given for compliance of securities related laws in future by the issuer by its letter dated March 30, 2003 and by the representatives of the issuer at the time of hearing, has decided to dispose of the proceedings against the issuer 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 the Securities and Exchange Commission

Sirajul Huq
Deputy Director