SEC/Enforcement/300/2005/973 **<u>By special Messenger</u>**
September 3, 2007

1. Quasem Silk Mills Limited, 107, Motijheel C/A, Dhaka-1000.

2. Directors, Quasem Silk Mills Limited, 107, Motijheel C/A, Dhaka-1000.

3. Managing Director, Quasem Silk Mills Limited, 107, Motijheel C/A, Dhaka-1000.

4. Company Secretary, Quasem Silk Mills Limited, 107, Motijheel C/A, Dhaka-1000.

Subject: Waiver of imposed penalty: In connection with non-disseminating price sensitive information regarding sale of fixed assets.

This refers to your request letters No.QSML:2007:38, No.QSML:2007:39 and No.QSML:2007:40 all dated July 25, 2007 regarding Commission's penalty Orders No.SEC/Enforcement/300/2005/866, No.SEC/Enforcement/300/2005/867, and No.SEC/Enforcement/300/2005/868 all dated July 11, 2007.

The Commission has reviewed the petition under section 26 of the Securities and Exchange Ordinance, 1969 and rejected the request against the above penal Orders and decided to uphold its earlier decision for penalty.

For Securities and Exchange Commission

Md. Mizanur Rahman
Director (Enforcement)

<u>Copy to:</u>

Chief Executive Officer, Dhaka Stock Exchange
Chief Executive Officer, Chittagong Stock Exchange
Executive Director (R&D), SEC
Executive Director (CFD), SEC
Director (LSD, Enforcement), SEC
Director (MIS), SEC
Chairman Office