SEC/Enforcement/601/2007/57

January 23, 2008

1. Fareast Islami Life Insurance Co. Limited, 13, Karwan Bazar, Dhaka-1215.

2. Directors, Fareast Islami Life Insurance Co. Limited, 13, Karwan Bazar, Dhaka-1215.

3. Managing Director, Fareast Islami Life Insurance Co. Limited, 13, Karwan Bazar, Dhaka-1215.

4. Company Secretary, Fareast Islami Life Insurance Co. Limited, 13, Karwan Bazar, Dhaka-1215.

Sub: Non-compliance of securities laws: In connection with delayed furnishing of the audited financial statements for the year ended on December 31, 2006: Warning.

As per section 2(g) of the Securities and Exchange Ordinance, 1969 (ORDINANCE No. XVII of 1969) Fareast Islami Life Insurance Co. Limited is an issuer (herein after referred to as an "issuer").

As per rule 12, sub-rule (3A) of the Securities and Exchange Rules, 1987, issued under the said Ordinance, as amended through Notification No.SEC/LSD/SER-1987/149 dated 4th January 2000, gazzeted on 16th February 2000, the issuer company's financial statements shall be audited within one hundred and twenty days from the date on which the issuer's financial year ends and a copy of such audited financial statements should be submitted to the Commission and the Stock Exchanges within fourteen days thereof, but the issuer failed to comply with it by not submitting the audited financial statements for the year ended on December 31, 2006 within May 14, 2007.

As per section 18 of the of the Securities and Exchange Ordinance, 1969, no person shall, in any document, papers, accounts information or explanation which he is, by or under this Ordinance, required to furnish, or in any application made under this Ordinance, make any statement or give any information which he knows or has reasonable cause to believe to be false or incorrect in any material particular;

From the submitted statements it was appeared that the issuer company has furnished the said statements without signature of auditor and its directors, which was incomplete.

A show-cause cum hearing notice was issued to the issuer and its directors as well as the company secretary to explain the default and to appear at the hearing on August 22, 2007. In course of hearing the issuer's representatives stated, among others, that they have already submitted the said financial statements July 24, 2007 which contained signature from the concerned authorities.

The Commission, taking into consideration and subsequent furnishing of the correct financial statements, has decided to dispose of proceedings against Fareast Islami Life Insurance Company Limited and others concerned for the stated violation, by placing on record the Commission's dissatisfaction on the default, violation/contravention made by the issuer with a warning to ensure compliance of the securities related laws in future.

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

Md. Mizanur Rahman

Director (Enforcement)

Copy for information:
Chief Executive Officer, Dhaka Stock Exchange Limited
Chief Executive Officer, Chittagong Stock Exchange Limited
P.O to Executive Director (R& D), SEC
P.O to Director (CFD), SEC
P.O to Director (Enforcement & LSD), SEC
P.O to Director (MIS), SEC
Chairman's Office, SEC