

June 13, 2006

1. Dynamic Textile Industries Limited, House# 40/1, Road# 91, Gulshan North Avenue, Dhaka-1212.
2. Directors, Dynamic Textile Industries Ltd. House# 40/1, Road# 91, Gulshan North Avenue, Dhaka-1212.
3. Managing Director, Dynamic Textile Industries Limited, House# 40/1, Road# 91, Gulshan North Avenue, Dhaka-1212.
4. Company Secretary, Dynamic Textile Industries Ltd. House# 40/1, Road# 91, Gulshan North Avenue, Dhaka-1212.

Sub: Non-compliance of securities law in connection with non-submission of half yearly financial statements for the half year ended on March 31, 2006 within time: Warning.

As per section 2(g) of the Securities and Exchange Ordinance, 1969 (ORDINANCE No. XVII of 1969) Dynamic Textile Industries Limited is an issuer (herein after referred to as an "issuer").

As per rule 13 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, every issuer shall, within one month of close of first half year, to transmit the stock exchange in which its securities are listed, to the security holders and to the Commission half yearly financial statements which shall be prepared in the same manner and form as the annual financial statements which the issuer company has failed to comply with by not submitting the half yearly financial statements for the half year ended on March 31, 2006.

Failure to submit the said financial statement is clear violation/contravention of the abovementioned rules attracting penal provision of section 22 of the Securities and Exchange Ordinance, 1969.

A show-cause cum hearing notice was issued on June 8, 2005 to the issuer appear for hearing on appeared at the hearing on June 20, 2006. Mr. Abul Kashem, Acting Company Secretary appeared at the hearing and stated that they would submit the said half yearly financial statements by June 30, 2006, and accordingly submitted the said the same on June 29, 2006.

The Commission, taking into consideration of subsequent submission of the said half yearly financial statements on June 29, 2006, has decided to dispose of proceedings against Dynamic Textile Industries 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.

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Please note that their 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 result of the issuer's above said default.

For Securities and Exchange Commission

Mansur Alam

Executive Director

Distributions:

Chief Executive Officer, Dhaka Stock Exchange Limited

Chief Executive Officer, Chittagong Stock Exchange Limited

Copy for information:

Executive Director (R& D), SEC

Executive Director (CFD), SEC

Director (MIS), SEC

Chairman's Office, SEC