SEC/Enforcement/413/2006/761 **By Courier Service**

June 18, 2008

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 laws in connection with non-submission of half yearly financial statements for the half year ended on March 31, 2008: 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 4^{th} January 2000, gazetted 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, 2008.

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 dated May 26, 2008 was issued to the issuer and its directors as well as to the Company secretary to explain the default and to appear at the hearing on June 16, 2008. In course of hearing the issuer submitted the said half yearly financial statements with one & half months delay and has assured that they will co-operate fully in this respect in future.

The Commission, taking into consideration of delayed submission of the said half yearly financial statements on June 16, 2008, 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.

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

Farhad Ahmed
Executive Director (Enforcement)

Copy for information:

Chief Executive Officer, Dhaka Stock Exchange Limited
Chief Executive Officer, Chittagong Stock Exchange Limited
Executive Director (R& D), SEC
Director (CFD), SEC
Director (MIS), SEC
Chairman's Office, SEC