

**No. SEC/Enforcement/610/2007/
May 18, 2008**

Peoples Insurance Company Limited (Issuer)
Peoples Insurance Bhaban (15th Floor), 36, Dilkusha C/A, Dhaka-1000

Directors
Peoples Insurance Company Limited
Peoples Insurance Bhaban (15th Floor), 36, Dilkusha C/A, Dhaka-1000

The Managing Director
Peoples Insurance Company Limited
Peoples Insurance Bhaban (15th Floor), 36, Dilkusha C/A, Dhaka-1000

The Company Secretary
Peoples Insurance Company Limited
Peoples Insurance Bhaban (15th Floor), 36, Dilkusha C/A, Dhaka-1000

Sub: Alleged non-compliance with securities related laws in connection with the audited financial statements for the year ended on December 31, 2006: Warning.

This refers to the Commission's show cause cum hearing notice No. SEC/Enforcement/610/2007/1174 dated November 04, 2007, based on which the hearing was conducted on November 29, 2007, and your explanations submitted to the Commission vide letter dated November 29, 2007 and letter dated December 26, 2007, in respect of the said notice.

The Commission, considering the issuer's explanations/submissions, has decided to dispose of the proceedings against Peoples Insurance Company Limited by placing on record the Commission's dissatisfaction on the default/contravention made by the issuer and its directors as well, with a warning to ensure compliance of all securities related laws in future.

Please note that this disposal does not absolve the issuer or any of its director or officers concerned from their lawful responsibilities/obligations to the persons, if any, affected as a result of the issuer's above said default/contravention.

For the Securities and Exchange Commission

**Md. Mizanur Rahman
Executive Director**

CC:
CEO, Dhaka Stock Exchange Ltd.
CEO, Chittagong Stock Exchange Ltd.
Executive Director (R & D), SEC
Director (MIS) SEC
Director (CFD), SEC
Chairman's Office, SEC