SEC/Enforcement/734/2008/
November 2, 2008

1. Peoples Leasing and Financial Services Limited, City Heart(7th floor), 67, Naya Platon, Dhaka-1000.

2.Directors, Peoples Leasing and Financial Services Limited, City Heart(7th floor), 67, Naya Platon, Dhaka-1000.

3. Managing Director, Peoples Leasing and Financial Services Limited, City Heart(7th floor), 67, Naya Platon, Dhaka-1000.

4. Company Secretary, Peoples Leasing and Financial Services Limited, City Heart(7th floor), 67, Naya Platon, Dhaka-1000.

Sub: Non-compliance of securities laws: In connection with the calculation of EPS in the half yearly financial statements for the half year ended on June 30, 2008: Warning.

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

As per rule 13 of the Securities and Exchange Rules 1987, as amended through the Notification No.SEC/LSD/SER-1987/149 dated 4th January 2000, gazetted on 16th February 2000, every issuer shall, within one month of close first half yearly, transmit to the stock exchange in which its securities are listed, to the security holders and to the Commission half year financial statements which shall be prepared in the same manner and form as annual financial statements;

As per rule 13A of the Securities and Exchange Rules, 1987, the financial statements of an issuer of a listed security shall be prepared in accordance with the requirements laid down in Schedule and the International Accounting Standards as adopted by Institute of Chartered Accountants of Bangladesh;

It had appeared from the half yearly financial statements for the half-year ended on June 30, 2008 that the issuer has failed calculate the Earning Per Share (EPS) in accordance with Bangladesh Accounting Standard –33 (BAS-33) and violated the abovementioned rules.

The issuer's aforesaid activity tantamount to non-compliance of the securities law which appeared deliberate and clear contravention of provision of the Securities and Exchange Rules, 1987 mentioned above attracting penal provision of section 22 of the Securities and Exchange Ordinance, 1969.

A show-cause cum hearing notice dated September 24, 2008 was issued to all the directors as well as to the company secretary and to appear at the hearing on October 16, 2008. At the time of hearing the issuer submitted a letter dated October 16, 2008 stating, among others, that failure to calculate Earning per Share (EPS) was totally inadvertent and sought unconditional apology with assurance for future compliance.

The Commission, considering the explanations of the issuer, has decided to dispose of proceedings against Peoples Leasing and Financial Services Limited and others concerned for the stated violation, by placing on record the Commission's dissatisfactions 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 stated default.

For Securities and Exchange Commission

Md. Mizanur Rahman
Executive Director

Copy for information:

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