SEC/Enforcement/413/2006/206
March 3, 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 the submission of half yearly financial statements for the half year ended on March 31, 2007: 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, 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 forms prescribed for the purpose of preparing the financial statements and the audit report may be adapted or amended, if deemed necessary, for compliance with the International Accounting Standards (IAS) and International Standards of Auditing (ISA), but the issuer company has failed to comply with it by not preparing the half yearly financial statements for the half year ended on March 31, 2007 accordingly.

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

Subsequently, the issuer has submitted the said financial statements complying with Para 20(b), Para 20(d) and Para11 of BAS-34.

The Commission, taking into consideration of subsequent submission of the revised half yearly financial statements, has decided to dispose of the matter by placing on record the Commission's dissatisfaction on the stated default of 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 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
Executive Director (R& D), SEC
Executive Director (CI), SEC
Executive Director (CFD), SEC
Director (MIS), SEC,
Chairman's Office, SEC