

June 17, 2007

1. Excelsior Shoes Limited, 345, Sugunbagicha, Dhaka-1000.
2. Directors, Excelsior Shoes Limited, 345, Sugunbagicha, Dhaka-1000.
3. Managing Director, Excelsior Shoes Limited, 345, Sugunbagicha, Dhaka-1000.
4. Company Secretary, Excelsior Shoes Limited, 345, Sugunbagicha, Dhaka-1000.

Sub: Non-compliance of securities laws: In connection with delayed furnishing of the audited financial statements for the year ended on September 30, 2006: Warning.

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

As per rule 12, sub-rule (3A) 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, the issuer company's financial statements shall be audited within one hundred and twenty days from the date on which the issuer's financial year ends and a copy of such audited financial statements should be submitted to the Commission and the Stock Exchanges within fourteen days thereof, but the issuer failed to comply with it by not submitting the audited financial statements for the year ended on September 30, 2006, by February 11, 2007.

Failure to furnish the said financial statements within the stipulated time is clear violation/contravention of the abovementioned rules.

A show-cause cum hearing notice was issued to the issuer and its directors as well as the company secretary to explain the default and to appear at the hearing on April 15, 2007. Mr. Ruhul Amin, Deputy Managing Director and Mr. K.H Reza, Company Secretary appeared at the hearing. In course of hearing the issuer submitted a letter dated April 14, 2007 stating, among others that their auditor would

take more two weeks time to complete the audit and as such, the issuer committed to submit the said financial statements within April 30, 2007 and submitted on May 3, 2007 through letter dated April 30, 2007.

The Commission, taking into consideration of subsequent submission of the said financial statements on May 3, 2007, has decided to dispose of proceedings against Excelsior Shoes 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 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 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
P.O to Executive Director (R& D), SEC
P.O to Executive Director (CFD), SEC
P.O to Director (Enforcement & LSD), SEC
P.O to Director (MIS), SEC
Chairman's Office