

SEC/Enforcement/371/2005/625

June 14, 2006

1. Pioneer Insurance Company Limited, 10, Dilkusha C/A(6th floor), Dhaka-1000.
2. Directors, Pioneer Insurance Company Limited, 10, Dilkusha C/A(6th floor), Dhaka-1000.
3. Managing Director, Pioneer Insurance Company Limited, 10, Dilkusha C/A(6th floor), Dhaka-1000.
4. Company Secretary, Pioneer Insurance Company Limited, 10, Dilkusha C/A(6th floor), Dhaka-1000.

Sub: **Non-compliance of securities laws in connection with non-submission of capital & shareholding position for the month of August 2005 within time: Warning.**

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

An Order bearing No.SEC/SRMID/2004-08/1116-239 dated August 29, 2004 was issued under section 11(2) of the Securities and Exchange Ordinance, 1969 to the issuers concerned to furnish the capital and shareholding position to the Commission by tenth day of every month, but the said issuer has failed to furnish the same for the month of August 2005.

Failure to submit the capital and shareholding position is a violation of the above-mentioned Order attracting penal provision of section 22 of the Securities and Exchange Ordinance, 1969.

The issuer and its directors as well as the company secretary were called for hearing on December 29, 2005. Mr. SM Mizanur Rahman, Company Secretary Mr. Dhurga Kumar Gush, Assistant General Manager appeared at the hearing. At the time of hearing they made submissions to the effect that inadvertently they could not submit the said position.

The Commission, taking into consideration subsequent submission of the capital and shareholding position on December 29, 2005, has decided to dispose of proceedings against Pioneer Insurance Co. Limited and others concerned for stated violation, by placing on record the Commission's dissatisfaction on the default/violation made by the company with a warning to ensure compliance of all securities related law 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 defaults.

For Securities and Exchange Commission

Mansur Alam
Executive Director

Copy for information:

Chief Executive Officer, Dhaka Stock Exchange Limited
Chief Executive Officer, Chittagong Stock Exchange Limited

Distributions:

Executive Director (R & D), SEC
Executive Director (SRMID), SEC
Director (MIS), SEC
Chairman's Office