

SEC/Enforcement/498/2006/1098
September 30, 2007

1. Pragati Life Insurance Co. Limited, 90, Motijheel C/A, Dhaka-1000.
2. Directors, Pragati Life Insurance Co. Limited, 90, Motijheel C/A, Dhaka-1000.
3. Managing Director, Pragati Life Insurance Co. Limited, 90, Motijheel C/A, Dhaka-1000.
4. Company Secretary, Pragati Life Insurance Co. Limited, 90, Motijheel C/A, Dhaka-1000.

Sub: Non-compliance of securities laws: In connection with the delayed furnishing of the audited financial statements for the year ended on December 31, 2006: Warning.

As per section 2(g) of the Securities and Exchange Ordinance, 1969 (ORDINANCE No. XVII of 1969) Pragati Life Insurance 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, gazetted on 16th February 2000, the issuer company's financial statements shall be audited within one hundred 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 has failed to comply with it by not submitting the audited financial statements for the year ended on December 31, 2006, by May 14, 2007.

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

A show-cause cum hearing notice was issued to the issuer and its directors as well as to the company secretary to appear at the hearing on August 21, 2006. Meanwhile, the issuer submitted said financial statements on July 22, 2007 after two months delay.

However, the Commission, taking into consideration furnishing of the said financial statements on July 22, 2007, has decided to dispose of proceedings against Pragati Life Insurance 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

Mizanur Rahman
Director (Enforcement)

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