

SEC/Enforcement/406/2006/207

March 3, 2008

1. Eastern Cables Limited, BSEC Bhaban (8th floor), 102, Kazi Nazrul Islam Avenue, Dhaka-1215.
2. Directors, Eastern Cables Limited, BSEC Bhaban (8th floor), 102, Kazi Nazrul Islam Avenue, Dhaka-1215.
3. Managing Director, Eastern Cables Limited, BSEC Bhaban (8th floor), 102, Kazi Nazrul Islam Avenue, Dhaka-1215.
4. Company Secretary, Eastern Cables Limited, BSEC Bhaban (8th floor), 102, Kazi Nazrul Islam Avenue, Dhaka-1215.

Sub: Non-compliance of securities laws: In connection with the delayed furnishing of the audited financial statements for the year ended on June 30, 2007: Warning.

As per section 2(g) of the Securities and Exchange Ordinance, 1969 (ORDINANCE No. XVII of 1969) Eastern Cables 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 failed to comply with it by not submitting the audited financial statements for the year ended on June 30, 2007 within the stipulated time i.e. by November 14, 2007.

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

A show-cause cum hearing notice dated December 18, 2007 was issued to the issuer and its directors as well as to the company secretary to explain the default and to appear at the hearing on January 21, 2008. In course of hearing, the issuer representative submitted their problems and was committed to submit the said audited financial statements by January 31, 2008 and accordingly submitted vide letter dated January 27, 2008 with assurance for future compliance with the securities related laws.

The Commission, taking into consideration and subsequent furnishing of the said financial statements, has decided to dispose of proceedings against Eastern Cables 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
Executive Director (R& D), SEC
Executive Director (CI), SEC
Director (CFD), SEC
Director (Enforcement & LSD), SEC
Director (MIS), SEC, Chairman's Office, SEC