

even on that score the argument of the petitioner falls apart.

20. So far the argument as regard non compliance of section 30 of the Ain let us first quote the law for better understanding:

“নোটিশ জারী সম্পর্কিত বিধান। আপাতত বলবৎ অন্য কোন আইনের যাহা কিছুই থাকুক না কেন, ডিক্রিদার আদালতের জারীকারক কর্তৃক এবং প্রাপ্তি স্বীকারসহ রেজিস্ট্রিকৃত ডাকযোগে প্রেরণের নিমিত্ত, জারীর দরখাস্তের সহিত নোটিশ জারীর জন্য সমুদয় তলবনা আদালতে দাখিল করিবেন, এবং আদালত অবিলম্বে উহাদের ডাকযোগে জারীর ব্যবস্থা করিবেন, এবং যদি সমন ইস্যুর ১৫ (পনের) দিবসের মধ্যে জারী হইয়া ফেরত না আসে, অথবা তৎপূর্বেই বিনা জারীতে ফেরত আসে, তাহা হইলে আদালত উহার পরবর্তী ১৫ (পনের) দিবসের মধ্যে বাদীর খরচায় যে কোন একটি বহুল প্রচারিত বাংলা জাতীয় দৈনিক পত্রিকায়, এবং তদুপরি ন্যায় বিচারের স্বার্থে প্রয়োজনীয় মনে করিলে স্থানীয় একটি পত্রিকা, যদি থাকে, বিজ্ঞাপন প্রকাশের মাধ্যমে সমন জারী করাইবেন, এবং অনুরূপ জারী আইনানুগ জারী মর্মে গণ্য হইবে।”

21. Section 30 of the Ain provides for publication of the name of the incumbent in a widely circulated newspapers. In the instant case the publication was not at all a widely circulated Journal. There is no criterion fixed to judge which one of the journals is to be treated as widely circulated one and which is not. The question of deciding the scope of issuing order of warrant of arrest would not depend on the provisions of section 30 of the Ain. The ratio decidendi of the Appellate Division in the Provat Kumar's case and the subsequent decisions of this Division as referred to above also approve the said proposition. Section 34 of the Ain is an independent section making provisions for issuing order of warrant of arrest in a fit case.

22. We hold that everything was perfected in terms of express provision of Ain and the order impugned against was passed absolutely in accordance with law. The argument pressed into service by the petitioner from different angle questioning the propriety of the order of

issuing warrant of arrest therefore, does not have any legs to stand and for that reason this Rule should be discharged being devoid of any substance.

23. That being the position we are of the view that this Rule should be discharged.

24. In the result, the Rule is discharged without any order as to cost. The order of stay granted earlier by this court is hereby recalled and vacated.

Communicate at once.

Ed.

High Court Division (Special Original Jurisdiction)

Sheikh Hassan Arif J	} SM Akbar and another	
Md Badruzzaman J		} one.....Petitioners
		vs
		} Peoples Republic of
		} Bangladesh, represented
		} by the Secretary,
Judgment		} Ministry of Finance,
May 22nd, 2017		} Bangladesh Dhaka and
		} others.....Respondents*

Bank Company Act (XIV of 1991)

Section 5(Ga)(Ga)

Since the admitted position is that neither the petitioner No. 1 nor the petitioner No. 2 executed any guarantee securing the credit facilities obtained by the Benetex, none of them should be referred to in the CIB as guarantor. Rather, they should be referred to as director and nominee-director of Benetex, the same being an interested establishment of the petitioners in view of the definition of 'defaulter borrower' as provided by 5(GaGa) of the Act.(9)

*Writ Petition No. 11527 of 2015.

AF Hassan Ariff with Md Forrukh Rahman, Advocates—For the Petitioner.

Md Anwarul Islam with Md Shafiqur Rahman, Advocates—For the Respondent No. 3.

Ruhul Ameen, Advocate—For the Respondent No. 4.

Judgment

Sheikh Hassan Arif J : Rule Nisi was issued calling upon the respondents to show cause as to why the impugned CIB report, under impugned code No.A0000101974, publishing the name of petitioner No. 1, Mr SM Akbar, as guarantor (Annexure-C), should not be declared to be without lawful authority and is of no legal effect

Background Facts:

2. Short facts, relevant for the disposal of the Rule, are that, petitioner No.1 is the Managing Director of petitioner No. 2 company, UAE Bangladesh Investment Company Ltd, a company incorporated as a joint venture between the Abu Dhabi Fund for Development and the Government of Bangladesh under the relevant Companies Act of Bangladesh on 11-6-1987. The petitioner No.2 company is engaged in the business of financing viable socio-economic development projects in Bangladesh and, accordingly, under the Financial Institutions Act, 1993, it obtained license from Bangladesh Bank in 1995 to engage in the business of financing and investing by way of making equity investments or giving loans etc. It is stated that, the petitioner No. 1 is the salaried Managing Director of the petitioner No. 2 company. That he does not hold any share in petitioner No. 2 company and merely functions as CEO of the company in accordance with the Articles and Association of the same.

3. That Harvest Rich Ltd, later renamed as Benetex Industries Limited (hereinafter called as "Benetex") (respondent No. 5), being engaged in the business of garments, appro-

ached the petitioner No. 2 company for getting credit facilities. Accordingly, the petitioner No. 2 company gave financial assistance to Benetex through equity investment, namely by purchasing shares of the Benetex vide Subscription Agreement dated 8-12-1997 between the Petitioner No. 2 and Benetex and, accordingly, purchased 35,000 shares of Benetex for the value of Taka 2,35,000,00. As per the said subscription agreement, petitioner No. 2 nominated petitioner No. 1 as its nominee-director in the Board of the Benetex and, accordingly, Form-12 of the Benetex has disclosed the name of the petitioner No. 1 as one of its directors. That, subsequently, the petitioner No. 2 decided to withdraw its equity investment from Benetex and, thus, transferred its entire share in the Benetex and thereby petitioner No. 1 seized to be a director of Benetex vide its board resolution dated 31-3-2011.

4. However, in the meantime, Benetex obtained different credit facilities from GSP Finance Company (Bangladesh) Ltd. (hereinafter called "GSP") (respondent No. 4) under lease financing for procurement of garments machineries and instruments. It is stated that, though the petitioner No. 1 was the nominee director of petitioner No. 2 at the relevant time of obtaining such credit facilities, he never executed any personal guarantee or any charge documents to secure the said loan. However, it is stated, GSP illegally referred the name of the petitioner No. 1 to the Bangladesh Bank under section 27Ka Ka of the Bank Companies Act, 1991 for publication of the same in its CIB report and, accordingly, the name of the petitioner No. 1 appeared in the impugned CIB report as a guarantor. As against this back-drop, both the petitioners made several representations to the GSP as well as the Bangladesh Bank to get the CIB report corrected, namely to delete the name of the petitioner No. 1 from the same, but to no avail. It is stated that, as a result of such publication of the name of the petitioner

No. 1 in the CIB, he became disqualified to obtain any loan for his personal purpose from any bank or financial institutions. It is further stated that, since the petitioner No. 1 only represented the petitioner No. 2 company as its nominee director in the board of the Benetex, even if there is any consequence for withdrawal of equity investment from Benetex in 2011, the petitioner No. 1 should not suffer as he had only acted as an agent of petitioner No. 2. Under such circumstances, the petitioners moved this Court after serving demand justice notice on the GSP and Bangladesh Bank for correction of the impugned CIB and obtained the aforesaid Rule. At the time of issuance of the Rule, this Court, vide *ad-interim* order dated 27-11-2015, stayed operation of the impugned CIB report till 15-1-2016, which was subsequently extended on several occasions for certain periods. It is further stated by the petitioners that, though the Benetex obtained credit facilities from other bank, and financial institutions, e.g. Rupali Bank Ltd., One Bank Ltd. etc., they did not refer the name of the petitioner No.1 in the CIB. Rather, they only referred the name of the promoter directors of the Benetex in the CIB.

5. The Rule is opposed by GSP (respondent No. 4) by fling affidavit-in-opposition contending, *inter alia*, that, the petitioner No. 1 was the nominee-director of petitioner No. 2 in the board of the Benetex at the relevant time when the Benetex obtained credit facility from GSP and that neither the petitioner nor the Benetex took any written consent from the GSP at the time of withdrawal of share-holding from Benetex in violation of the provisions under section 27Ka of the Bank Companies Act, 1991. It is further contended by this respondent that, since the petitioner No. 1 was a member of the board of the Benetex which obtained different credit facilities from GSP, it was incumbent upon the GSP to refer the name of all directors of Benetex to CIB in view of the provisions under section 27 KaKa of the Bank Companies

Act, 1991 inasmuch as that, being a director of the Benetex, the defaulter borrower company Benetex became স্বার্থ সংশ্লিষ্ট প্রতিষ্ঠান (interested establishment) of the petitioner in view of the definition of 'defaulter borrower' as provided by section 5 (GaGa) of the Bank Companies Act, 1991 (as amended). It is further contended that, since the Benetex defaulted almost all credit facilities provided by GSP, the GSP has already filed several Artha Rin Suits before the Artha Rin Adalats and obtained decrees in some of them followed by continuation of execution proceedings against the Benetex and petitioner No. 1.

Submissions:

6. Mr AF Hassan Ariff, learned senior counsel appearing for the petitioners, has argued at length regarding the law relating to different incidents of agency agreement or agency relationship between principal and its agent. Mr Ariff submits that, since the petitioner No. 1 was the salaried Managing Director of UBICO (petitioner No. 2), which is a government to government joint venture between UAE and Bangladesh, he only represented UBICO as its Managing Director and nominee Director of UBICO in the board of the Benetex. Therefore, according to him, it was in fact UBICO which was the Director of Benetex and that petitioner No. 1 was merely an agent of UBICO. Thus, he submits, even if any wrong has been done by the petitioner No. 1 in withdrawing from the board of the Benetex without consent of GSP, petitioner No. 1 cannot face any consequences of such withdrawal of share holding inasmuch as that it was the UBICO which in fact withdrew the share holding without the consent of GSP. Therefore, learned advocate argues that, the petitioner No. 1 will not come under the mischief of 'defaulter borrower' as defined by section 5GaGa of the Bank Companies Act, 1991 in view of the fact that it was the petitioner No. 2 which was in fact the director of Benetex. Further referring to the Form XII of Benetex, as submitted before

