

In the name of Allah, the Most Gracious, the Most Merciful

**ISLAMIC CREDIT CARD BY STANDARD CHARTERED BANK**  
*PRONOUNCEMENT OF THE INTERNAL SHARIAH SUPERVISION COMMITTEE (ISSC)*

All praise is due to Allah, the Cherisher of the World, and peace and blessing be upon the Prophet of Allah on his family and all his companions

ISSC has reviewed the following documents relating to SCB's Islamic Credit Cards Product based on Murabaha in UAE.

1. Master Murabaha Terms
2. Master Agency Terms
3. Terms & Conditions

The structure for this product is that at every payment date the customer would have two options. Either to pay the outstanding amount in full or revolve the entire or partial amount to the next payment date. In case the customer opts for revolving the amount, a commodity Murabaha will be executed which would include profit from the date of the first transaction until the statement date. This amount will be communicated to the customer on the statement date and the customer will be required to make the payment on the subsequent payment date.

The Commodity Murabaha transaction will be done as follows:

1. The Customer would appoint an agent (one of our standard traders) at master level to carry out Commodity Murabaha (CM) with SCB in case a Customer decides to rollover his balance on the credit card. There will be one consolidated CM transaction for the overall portfolio.
2. The Commodity Murabaha will be done via our designated traders.
3. The process will be that SCB will purchase metals from Trader 1 and will then sell it to Trader 2 who will be acting as an agent of the customer.
4. Trader 2 will then sell the metal in the market and the proceeds will settle the customer's outstanding with the Bank on account of transactions with various merchants in exchange for an obligation to pay towards the Bank.
5. The customer will pay the above amount on the next payment date along with any other amount that he may have used until the statement date.
6. If he does not make the payment on the next payment date the same process will be replicated as mentioned above.

**Profit Accrual:**

Profit is accrued in the system on a daily outstanding balance. This is waived if the customer makes full payment on the due date and if there is no revolved amount in the previous cycle. Profit is charged to the customer on all transactions as and when they are executed (with no grace period) if the customer has a revolving balance at any time. In case the customer revolves an amount (even if it is partial) he will be charged profit from the date of the first transaction on the daily outstanding balance until the relevant date. Profit rate to be charged will be mentioned in the Bank's Service and Price guide.

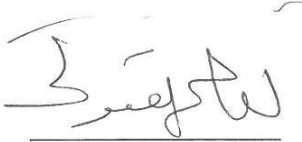
**Balance Transfer Option:**

If the customer chooses to do a balance transfer from another bank then in that case the same will be converted into an Easy Payment Plan and will be independent of his outstanding under his card. This can be with or without an added profit.



ISSC hereby rules that the Islamic Credit Card offered by SCB – Saadiq is in accordance with the principles of Shariah and customers can take advantage of this facility, which relieves it from interest-based products

And Allah knows the best.



**Sheikh Nizam Yaquby**  
ISSC Member



**Dr. Mohamed Ali Elgari**  
ISSC Member

**Internal Shariah Supervision Committee**  
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