

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

**ISLAMIC INVOICE FINANCE MUSHARAKAH FACILITY
BY STANDARD CHARTERED BANK (PAKISTAN) LIMITED
PRONOUNCEMENT OF THE SCBPL SHARIAH BOARD**

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

The Shariah Board has reviewed the structure and the following agreement relating to SCBPL's Islamic Invoice Finance Musharakah Product:

- Invoice Finance Musharakah Agreement

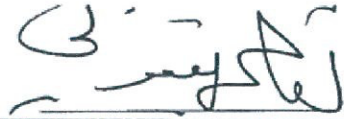
The idea behind the Islamic Invoice Finance Musharakah Product is to provide financing to the Customers in a Shariah compliant manner. A brief outline of the product structure is given below:

1. Bank enters into a joint investment arrangement with the Customer whereby the Bank agrees to invest funds in the Customer's business on a profit and loss sharing basis. The Customer will be appointed as the manager of the Musharakah.
2. Customer's equity (including paid up capital and equity reserves) in the business and financing (in any form) obtained by the Customer for the purposes of the business is treated as his investment in the Musharakah.
3. Bank performs a credit analysis of the Customer and sanctions a suitable financing limit.
4. It is agreed as per the terms of the contract that the Customer may utilize the funds from this limit against import/export business finance requirements. Hence the Bank's investment in this business will vary from time to time subject to the maximum limit.
5. At the end of the year, average utilization of the limit will be used as the Bank's investment in the business.
6. The Profits from the business will be shared between the Bank and the Customer as per a pre agreed ratio. The profit sharing ration can be either a straight ratio (e.g. 40:60) or on a tiered structure with different sharing ratios at different levels of profit.
7. The profit and loss sharing will be done based on the audited results of the Customer's business at the end of the year upon finalization of the audited financial statements.
8. The Customer will be required to settle the finance and pay provisional profit during the year as per an agreed formula. This payment of provisional profit will, however, be subject to adjustment based on actual profit sharing as discussed in the last point.
9. The Bank may offer to pay performance bonus to the Customer in case Bank's actual profit comes out to be more than a predefined profit threshold level. In case the audited results show a loss in the Customer's business, the same will be shared between the parties in the ratio of their respective investments.
10. The Bank will obtain security from the Customer to secure its obligations under the Musharakah agreement.

The Shariah Board confirms having reviewed and approved the Musharakah Agreement. The Shariah Board further confirms that the Islamic Musharkah Finance allowed against Invoice is in accordance

with the principles of Shariah and Customers can take advance of this facility which relieves them from interest-based products.

And Allah Almighty knows best.



Shaikh Nizam Yaqouby
Chairman Shariah Board



Mufti Muhammad Abdul Mubeen
Member Shariah Board



Mufti Irshad Ahmad Aijaz
Member Shariah Board



Mufti Muhammad Abdullah
Resident Shariah Board Member

SCBPL Shariah Board
Date: March 30th 2016