

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

**ISLAMIC TRANSACTION COMMODITIES FINANCE
BASED ON MUSAWAMAH STRUCTURE
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 process relating to SCBPL Islamic Transactional Commodities Finance based on Musawamah Structure.

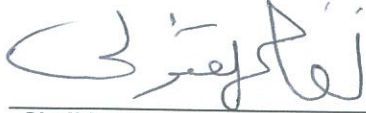
Islamic Transactional Commodities Finance based on the Musawamah concept will provide access to the Customer for financing in accordance with principles of Shariah. A brief outline of the product structure is given below:

1. The Bank and Customer will sign a Musawamah Agreement under which the Customer agrees to sell various goods to SCB from time to time.
2. The Bank and Customer also sign a Contractor Arrangement Agreement under which the Customer is appointed as a Contractor of SCB to sell different goods on the Bank's behalf to different buyers from time to time (any third party) and fetch sale proceeds to SCB.
3. The Customer will make an offer to sell their existing goods to the Bank. The Bank will accept the offer and pay the price to the Customer.
4. The Bank will instruct the Contractor to ship the goods to the buyer (local or overseas). The Bank will pay a stipulated fee to the Contractor for performance of its duties under the instructions. The amount of the Fee and its payment terms will be specified in the instructions.
5. The Bank will retain ownership of the goods for an agreed tenor; post which the Contractor will ship the goods, complete the necessary shipping and trade documentation formalities and bring the trade documents (e.g. Bill of Lading etc.) to the Bank.
6. The Bank will receive the sales proceeds from the onward sale to the buyers.

The Shariah Board hereby confirms that the process for Islamic Transactional Commodities Finance based on Musawamah structure is in accordance with the principles of Shariah and Customers can take advantage of this facility which relieves them from interest based products.

The transactions for Islamic Transactional Commodities Finance based on Musawamah structure will be bespoke in nature. The documentation for each transaction will be submitted to the Shariah Board for approval.

And Allah Almighty knows the best.



Shaikh Nizam Yaqouby
Chairman Shariah Board

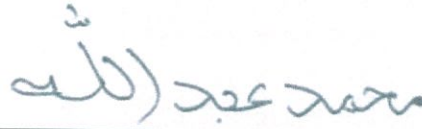


Mufti Irshad Ahmad Aijaz
Member Shariah Board

SCBPL Shariah Board
Date: August 18th 2016



Mufti Muhammad Abdul Mubeen
Member Shariah Board



Mufti Muhammad Abdullah
Resident Shariah Board Member