



## IMPORTANT NOTICE

This Shariah pronouncement (the "**Pronouncement**") has been issued by the Internal Shariah Supervision Committee ("**ISSC**") in respect of HSBC Bank Middle East Limited's ("**HBME**") Core Islamic GTRF Products (the "**Products**"). This Pronouncement has been provided for information purposes only and may not be relied upon for any purpose. This Pronouncement is proprietary to HSBC Bank Middle East Limited and may not be shared, forwarded, reproduced, altered or otherwise distributed to any person.

This Pronouncement does not constitute a representation that the Products are Shariah compliant. This Pronouncement represents the views of the ISSC of HBME which may differ from those of other Shariah advisers and different Shariah standards may be applied by different Shariah boards and advisers. Customers wishing to avail the Products should conduct their own due diligence and consult their own Shariah advisers as to whether the Products are in compliance with Shariah principles for their own purposes.

This Pronouncement is a summary of the Products and does not represent a complete description of the Products, nor is it an offer to enter into such Products with any customer. Any agreement by HBME to provide the Products to a customer will be subject to separate terms and conditions.

This Pronouncement is not a recommendation to avail the Products nor should any aspect of the Pronouncement be viewed as giving any legal, regulatory, financial, tax, accounting, Shariah or other advice.

**Pronouncement of the Internal Shariah Supervision Committee of HSBC Bank Middle East Limited**

In the name of Allah, the Most Gracious, the Most Merciful  
All Praise is due to Allah, the Cherisher of the world  
Peace and blessing be upon the Prophet of Allah, on his family and all his companions

**Core Islamic GTRF Products**

The Internal Shariah Supervision Committee (“**ISSC**”) of HSBC Bank Middle East Limited has reviewed the structure and documentation (“**Documentation**”) of the below 12 Islamic core Global Trade and Receivable Finance (the “**GTRF**”) products (the “**Core GTRF Products**”):

**a. Core GTRF Products**

1. Export DC Bill Negotiations (Financed with Recourse) (Shariah-compliant)
2. Export Bills Under Collections Financed (Seller Risk) (Shariah-compliant)
3. Export Financing against Avalized or Co-accepted Bills (Bank Risk) (Shariah-compliant)
4. Finance under own DCs (Usance Payable at Sight) (Shariah-compliant)
5. Avalization or Bank Acceptance Draft Acceptances or Co-acceptance (Shariah-compliant)
6. Post-shipment Seller Financing (Shariah-compliant)
7. Pre-shipment Buyer Financing (Shariah-compliant)
8. Post-shipment Buyer Financing (Shariah-compliant)
9. Export DC Advising (Shariah-compliant)
10. Export Collections Non-financed (Shariah-compliant)
11. Import DC Issuance (Shariah-compliant)
12. Import Bills received under Collection Non-financed (Shariah-compliant)

**a. Documentation**

1. Facility Offer Letter (incl. UAE Terms and Conditions)
2. Standard Trade Terms (supplemented by the Islamic Trade and Receivables Supplement)
3. Master Murabaha Agreement
4. Master Purchase Agency Agreement
5. Application Forms
6. Customer Advices
7. Security Documents (if applicable, these documents will be reviewed by ISSC on case by case basis).

The ISSC hereby rules that the structure and Documentation of the Core Islamic GTRF Products are in accordance with the principles of Islamic Shariah.

Allah Knows best.



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**Dr Aznan Hasan**



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**Dr Mohamed Elgari**



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**Dr Salim Al-Ali**

**Members of the Internal Shariah Supervision Committee of HSBC Bank Middle East Limited**

Dated: 30 June 2021