



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**") Wa'ad-based FX Forward (the "**Product**"). 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 Product is 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 Product should conduct their own due diligence and consult their own Shariah advisers as to whether the Product is in compliance with Shariah principles for their own purposes.

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

This Pronouncement is not a recommendation to avail the Product 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

Wa'ad-based Foreign Exchange Forward

The Internal Shariah Supervision Committee ("**ISSC**") of HSBC Bank Middle East Limited has reviewed the structure and documentation of Wa'ad-based FX Forward (the "**Product**") which is offered based on International Swaps and Derivatives Association, Inc./International Islamic Financial Market's Tahawwut (hedging) Master Agreement and Master Terms and Conditions for an Islamic Foreign Exchange Forward (*Wiqayah Min Taqallub As'aar Assarf*).

a. Documentation

1. Tahawwut Master Agreement ("**TMA**")
2. Schedule to the TMA
3. IFX Master Terms and Conditions (incl. Single Wa'ad and Dual Wa'ad)

The ISSC hereby rules that the structure and documentation of the Product are in accordance with the principles of Islamic Shariah.

Allah Knows best.

.....
Dr Aznan Hasan

.....
Dr Mohamed Elgari

.....
Dr Salim Al-Ali

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

Dated: 30 June 2021