In the Name of Allah, Most Gracious, Most Merciful, Praise be to Allah, Lord of the Universe, Peace and Blessings be upon His Final Messenger Prophet Muhammad, his Family, his Companions, and all those who follow their paths

Pronouncement of the FSAC Shariah Committee

In furtherance to the pronouncement no. FSAC / IJA / 2021 issued on December 2021, FSAC Shariah Committee (the "Shariah Committee") has been presented with the changes made to documentation for **Ijarah Finance** ("Client" or "Financier") for purpose of issuing this pronouncement.

Each undersigned scholar is of the view that, given the constraints and limitations in the context of Australia, the transactions are acceptable in accordance to *fiqh muamalat*. It has also taken into consideration *taysir al-fiqh*, *rukhsah* and *fiqh al-Waqi'* to enable flexibilities and financial inclusion for the Muslim minority in Australia as *maslahah* based on *Siyasah al-Shar'iyyah*. This endorsement is exclusively for the Client, for purpose of selling financial products in a country where Islamic solutions are scarce. Efforts are put in to make the product and documentation aligned to spirit of Shariah.

In the event of any inconsistencies between this pronouncement and the report issued in 2021, the former shall prevail. On basis of *tadarruj*, the Client shall be committed to enhance its level of Shariah compliancy over time, as the Shariah Committee may, upon demand, request for progress updates from the Client on any areas of improvement (as mentioned in the Shariah Report), and the Client will be subject to Shariah audits.

Based on the terms of the above-mentioned documents, the structure of the transaction described therein, and all other facts made known to us, the Shariah Committee hereby confirms that the Client's transactions are Shariah-compliant.

And Allah SWT knows best.

Ustaz Mohamad Hasbi Bin Hassan
(Chairman)

Ustaz Pasuni Bin Maulan
(Member)

Associate Professor Dr Hikmatullah Babu Sahib
(Member)

Dr Shamsiah Binte Abdul Karim
(Member)

Mr Azman Bin Ismail
(Member)

Ustaz Aminuddin Abu Bakar
(Member)

Glossary

Fiqh al-Waqi': A discipline that discusses the jurisprudential application on issues affecting the Muslim community by taking into consideration their current predicament

Maslahah: Public interests that complies with the objectives of Shari'ah.

Rukhsah: Leniency

Siyasah al-Shar'iyyah: Legal policy guidelines that are based on the maqasid/objective of Shariah and conforms to Al-Quran and As-Sunnah

Tadarruj: It means graduality in implementing Islamic Shariah.

Taysir al-fiqh: A Shariah concept which is linked to the attitude of scholars who need to facilitate the lives of Muslims, instead of being rigid and impose strictness. This is because the intention of Shariah is to achieve *falah* (i.e. success) for the Muslims through concessions and flexibilities granted.