

# Shariah Advisory Report to the Board of Directors

الحمد لله رب العلمين والصلاة والسلام على سيد الأنبياء والمرسلين  
محمد النبي الأمي وعلى آله وصحابه أجمعين ، وبعد؛

We have examined the accompanying financial statements of **Pak-Qatar Family Takaful Limited** (hereafter referred to as "the Company") for the year ended 31 December 2016.

We acknowledge that as Shariah Advisory Board of the Company, it is our responsibility to ensure that the financial arrangements, contracts and transactions entered into by the Company with its participants and stakeholders are in compliance with the requirements of Shariah rules and principles. It is the responsibility of the Company's management to ensure that the rules, principles and guidelines set by the Shariah Advisory Board are complied with, and that all policies and services being offered are duly approved by the Shariah Advisory Board.

The core scope of Shariah Compliance Review is to evaluate the Company's compliance as per Shariah Guidelines, and includes the analysis of the appropriate evidence of transactions undertaken by the Company during the year 2016. It is the responsibility of the Shariah Advisory Board to express its opinion on the submitted financial statements.

We have reviewed the business concerns of the Company with the assistance of five qualified Muftis of Shariah Compliance Department in accordance with the principles of Shariah. In our opinion, and to the best of our understanding based on the provided information and explanations, below are our findings:

- (i) Financial transactions undertaken by the Company for the year ended 31 December 2016 were in accordance with guidelines issued by Shariah Advisory Board as well as the requirements of Takaful Rules 2012.
- (ii) The company performed its duties to its level best by following Shariah guidelines. Few cases which were required to be consulted in accordance with the Shariah rules and market practice have been discussed and duly resolved.
- (iii) Consequently, we have found that the Company is in accordance with the Shariah principles in all transactional aspects. Moreover, we also agree with the Accounting principles adopted for incorporation of Participants' Takaful Fund (Waqf Fund) into the accompanying financial statements.

Further, in the year 2016, more than 225 Shariah Training Sessions were held successfully across Pakistan regarding the awareness of Takaful and Shariah Compliant Investments. These courses proved beneficial and helped a lot in spreading the concept of Takaful to the people of different sectors (Corporate sector, Ulama & Muftian e kaaram, educational institutions and public sector). Best efforts of the company for spreading awareness of Takaful in the industry are much appreciated in this regard.

*"And Allah Knows Best"*

On Behalf of Chairman of Shariah Advisory Board



**Dr. Mufti Ismatullah**  
Shariah Advisor & Advisory Board Member



**Mufti Muhammad Hassaan Kaleem**  
Shariah Advisory Board Member



**Mufti Muhammad Zahid**  
Shariah Advisory Board Member

Karachi: April 09, 2017