



بسم الله الرحمن الرحيم

Shari'ah Supervisory Board Fatwa/Pronouncement

Date: October 1, 2013

Date: Thul-Qedah 25, 1434

ADCB Islamic Banking Credit Card – Fatwa/ Pronouncement

الحمد لله رب العالمين والصلاة والسلام على نبينا محمد وعلى آله وأصحابه أجمعين

ADCB Islamic Banking wishes to introduce to its customers an Islamic Credit Card. The Card is aimed to provide the cardholders with an interest free credit facility for an amount up to a credit limit allowed by the bank during the prescribed period.

Sharia permissibility and guidelines have been sought for the above product by ADCB Islamic Banking.

Pronouncement

1. ADCB Islamic Banking will launch a credit card which will be based on the Sharia principle of Qard-e-Hasan.
2. ADCB Islamic Banking will fix a credit limit for the cardholder allowing the cardholder to use the Card for cash withdrawal, shopping, making payments for utility bills or any other use permitted/facilitated by ADCB Islamic Banking.
3. The amount withdrawn or utilized will be considered debt and will be due from the cardholder to ADCB Islamic Banking at the end of the facility period. ADCB Islamic Banking may allow the cardholder to pay such debt through a revolving mechanism.
4. ADCB Islamic Banking will receive a fixed monthly subscription fee from each cardholder towards meeting the actual expenses incurred by the bank in providing this facility. Such a fee will be levied irrespective of the debit balance, repayment time and utilization of the Credit Card and can be paid by the cardholder on a monthly basis. ADCB Islamic Banking may issue Credit Cards in different categories and charge different fixed monthly subscription fee for different category.
5. ADCB Islamic Banking will not levy any additional amount on late payment under any circumstances on any pretext. However, in exceptional cases when it is necessary to restrain the cardholder's persistent default, ADCB Islamic Banking may impose a late payment fee, which must be channeled to the charity fund maintained by ADCB Islamic Banking after deducting actual loss suffered or cost incurred by ADCB Islamic Banking due to such delay or default excluding cost of funding, opportunity loss and any payment in the nature of interest.



6. It is permissible that ADCB Islamic Banking takes a guarantee or security from the cardholder for the performance of his obligations arising out of, or connected in any way to, the Islamic Credit Card.
7. Following documents will be used for the Credit Card Product:
 - 7.1 Credit Card Terms and Conditions
 - 7.2 Credit Card Service and Price Guide
 - 7.3 Credit Card Forms

We have reviewed the structure and documentation for ADCB Islamic Banking Credit Card, and hereby confirm that the structure and documents in relation to ADCB Islamic Banking Credit Card product comply with the principles of Sharia.

Kindly abide by it.

Sheikh Dr. Hussein Hamid Hassan
Fatwa and Sharia Supervisory Board

*This Fatwa replaces the Fatwa issued in the subject dated April 30, 2009.