



30 July 2021

The General Manager
Pakistan Stock Exchange
Stock Exchange Building
Karachi

Subject: **Material Information**

Dear Sir,

In accordance with Section 96 of the Securities Act, 2015 and Clause 5.6.1(a) of the PSX Regulations, we hereby convey the following information:

Telecard Limited ("the Company") is pleased to announce that it is now a **Shariah Compliant** Company based on the Shariah Compliance Screening conducted by Al-Hilal Shariah Advisors (Pvt.) Limited. As such the Company has successfully cleared 4 out of 5 shariah screening filters.

The Fatwa from Al-Hilal Shariah Advisors (Pvt.) Limited is enclosed herewith.

You may please disseminate the foregoing to the members of the Exchange.

Yours Sincerely,

A blue ink signature of Waseem Ahmad.

Waseem Ahmad
Company Secretary

Enclosure: As above

TELECARD LIMITED

Corporate Office: World Trade Center, 10, Kh. Roomi, Block-5, Clifton, Karachi-75600

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www.telecard.com.pk



الحمد لله رب العالمين، والصلاة والسلام على سيد الأنبياء والمرسلين، وعلى آله وصحبه أجمعين، وبعد

SHARIAH COMPLIANCE OF TELECARD LIMITED

We, Al-Hilal Shariah Advisors (Pvt.) Limited, have conducted Shariah Compliance Screening of Telecard Limited based on the financial statements of March 31, 2021.

We have thoroughly analyzed the financial statement on the basis of various Shariah screening criteria issued by our Shariah Supervisory Council. In light of the information provided and our evaluation, we found that the company has passed the 4 out of 5 shariah screening filter while 1 filter i.e. Illiquid Assets to Total Assets ratio is slightly below the desired threshold level.

The Shariah Supervisory Council of Al Hilal Shariah Advisors concluded that the issue considerable illiquid assets remain a problem for services sector companies, since they do not have considerable illiquid assets because of their nature of business and Asset light model and this becomes a hurdle for Shariah compliance clearance for such companies. In this regard, the Shariah Supervisory Council of Al Hilal Shariah Advisors recommends that the illiquid Assets to Total Assets ratio may not be considered while evaluating shariah compliance for such service providing companies given that the company financials meet the other desired criteria.

As per the above statement, the Shariah Board has approved the company to be Shariah **Compliant**.

Hence it is resolved that it is permissible to invest in shares of Telecard Limited.

And Allah knows best

والله أعلم بالصواب، وصلى الله على نبيينا محمد وعلى آله وصحبه وبارك وسلم

For and on behalf of Al-Hilal Shariah Advisors (Pvt.) Limited.



Mufti Irshad Ahmed Aijaz
Member Shariah Supervisory Council



Faraz Younus Bandukda, CFA
Chief Executive