

Bank of Khyber
Shariah Compliance Division

Negative List for Murabaha

Murabaha shall not be conducted in respect of following:

1. All items containing any ingredient of Pig/Pork/Swine.
2. Prohibited Drinks/drugs.
3. Entertainment C.Ds/Cassettes etc.
4. Any transaction of sale/purchase where seller to bank and buyer from bank (client) belongs to same group and major share holding, management or control is with the same party.
5. Any transaction of Sale purchase when seller to bank and buyer from bank have relation of spouse, daughter, son, father or mother between them where their income source is same.
6. Any negotiable instrument denoting a debt payable.
7. Mobile Phone cards
8. Item containing Gold /Silver where major price factor is Gold/Silver.
9. Any Haram Goods.
10. Any item which is prohibited under laws of Pakistan or laws of country where purchase or sale conclude.

Note: Tobacco was removed from the Negative List.

Negative List for Ijarah / Diminishing Musharakah

Ijarah shall not be conducted in respect of following:

1. Hotels /Clubs where liquor is served.
2. Cinema Houses/ Theater.
3. Any Asset to be used for any purpose prohibited by the Shariah.
4. Any asset for sale and lease Back arrangement shall require RSBM specific approval.
5. Any item purchased from customer or any party where major share holding, management or control of customer and seller is with the same party, will be classified as sale and lease-back arrangement.
6. Any property where actual transfer of property is registered with the registrar of property/Transferring Authority shall not be classified as sale and lease back arrangement.
7. Any item which is prohibited under laws of Pakistan or laws of country where purchase or sale conclude.

Negative List of Salam

1. Product of Salam shall not be used for Salam of Currency in any form.

Negative List of Unacceptable Securities/Collaterals

Following shall not be accepted as Security/Collateral for any facility:

1. Hotels /Clubs where liquor is served.
2. Cinema Houses/ Theater.
3. Prize Bonds.
4. Any Bond/Certificate denoting interest bearing instrument.
5. Any property used for any Non Shariah Compliant purpose.