

Shariah Screening Criteria (For Equity Securities)

Shariah compliance of stocks is done under the guidance of qualified and reputed Shariah experts. For stocks to be “Shariah compliant”, it must meet ALL the six key tests given below.

Business Of The Investee Company

Core business of the company must be halal and in line with the dictates of Shariah. Hence, investment in securities of any company dealing in conventional banking, conventional insurance, alcoholic drinks, tobacco, pork production, arms manufacturing, pornography or related activities is not permissible.

Debt To Total Assets

Debt to Asset ratio should be less than 37%. Debt, in this case, is classified as any interest bearing debts. Zero coupon bonds and preference shares are, both, by definition, part of debt.

Non-Compliant Investments To Total Assets

The ratio of non compliant investments to total assets should be less than 33%. Investment in any non-compliant security shall be included for the calculation of this ratio.

Non-Compliant Income To Total Revenue – Purification Of Non-Compliant Income

The ratio of non compliant income to total revenue should be less than 5%. Total revenue includes Gross revenue plus any other income earned by the company. This amount is cleansed out as charity as a pro rata ratio of dividends issued by the company.

Illiquid Assets To Total Assets

The ratio of illiquid assets to total assets should be at least 25%. Illiquid asset, here, is defined as any asset that that Shariah permits to be traded at value other than the par.

Net Liquid Assets To Share Price

The market price per share should be greater than the net liquid assets per share calculated as: $(\text{Total Assets} - \text{Illiquid Assets} - \text{Total Liabilities})$ divided by number of shares.

List Of Shariah Compliant Companies For KMI-30 Index Recomposition (Updated December 2016)

S.NO	SYMBOL	COMPANY NAME	STATUS	DIVID
1	ABOT	Abbott Laboratories	Compliant	1.79%
2	ADAMS	Adam Sugar	Compliant	0.01%
3	AGIL	Agriautos Industries	Compliant	0.29%
4	AKZO	Akzo Nobel Pak	Compliant	0.96%
5	ASC	Al Shaheer Corporation	Compliant	0.16%
6	AGTL	AL-Ghazi Tractors	Compliant	1.29%
7	ALTN	Altern Energy	Compliant	0.81%
8	ASTL	Amreli Steels	Compliant	0.03%
9	ARPL	Archroma Pak.	Compliant	0.57%
10	ADMM	Artistic Denim	Compliant	0.00%
11	ASRL	Associated Services	Compliant	0.00%
12	ATBA	Atlas Batteries	Compliant	0.35%
13	ACPL	Attock Cement	Compliant	1.69%
14	APL	Attock Petroleum	Compliant	0.77%
15	ATLH	Atlas Honda	Compliant	0.44%

16	ATRL	Attock Refinery	Compliant	0.72%
17	AVN	Avanceon Limited	Compliant	0.29%
18	BIPL	BankIslami Pakistan	Compliant	0.00%
19	BNWM	Bannu Woollen	Compliant	0.59%
20	BAPL	Bawany Air Products	Compliant	0.03%
21	BERG	Berger Paints	Compliant	1.66%
22	BWCL	Bestway Cement	Compliant	3.71%
23	BIFO	Biafo Industries	Compliant	1.38%
24	BPL	Burshane LPG	Compliant	0.29%
25	CHCC	Cherat Cement	Compliant	0.14%
26	CPPL	Cherat Packaging	Compliant	0.08%
27	CSAP	Crescent Steel	Compliant	0.65%
28	DSIL	D. S. Industries	Compliant	0.01%
29	DAWH	Dawood Hercules Corporation	Compliant	0.97%
30	DCL	Dewan Cement	Compliant	0.04%
31	DFSM	Dewan Farooque Spinning	Compliant	0.29%
32	DCR	Dolmen City Reit	Compliant	0.00%
33	DYNO	Dynea Pak	Compliant	0.07%
34	ENGRO	Engro Corporation	Compliant	2.37%

35	EFERT	Engro Fertilizers	Compliant	0.33%
36	EFOODS	Engro Foods	Compliant	0.01%
37	EXIDE	Exide Pakistan	Compliant1	0.01%
38	FRSM	Faran Sugar	Compliant1	0.05%
39	FATIMA	Fatima Fertilizer	Compliant	0.05%
40	FCCL	Fauji Cement	Compliant	0.55%
41	FFL	Fauji Foods Limited	Compliant	0.15%
42	FECTC	Fecto Cement	Compliant	0.17%
43	FEROZ	Ferozsons Laboratories	Compliant	0.84%
44	FHAM	First Habib Modaraba	Compliant	0.46%
45	FLYNG	Flying Cement	Compliant	0.00%
46	GAMON	Gammon Pak	Compliant	0.24%
47	GTYR	General Tyre	Compliant	0.01%
48	GHNI	Gandhara Industries	Compliant	0.02%
49	GHNL	Gandhara Nissan	Compliant	0.33%
50	GAIL	Ghani Automobile Industries	Compliant	0.00%
51	GGL	Ghani Gases	Compliant	0.30%
52	GHGL	Ghani Glass	Compliant	0.00%
53	GGGL	Ghani Global Glass	Compliant	0.31%

54	GVGL	Ghani Value Glass	Compliant	0.10%
55	GWLC	Gharibwal Cement	Compliant	0.14%
56	GLAXO	Glaxo Smith Kline	Compliant	0.92%
57	HAL	Habib ADM Ltd.	Compliant	1.52%
58	HASCOL	Hascol Petroleum	Compliant	0.08%
59	HADC	Haydery Construction	Compliant	0.55%
60	HINOON	Highnoon Laboratories	Compliant	0.01%
61	HINO	Hinopak Motor	Compliant1	0.74%
62	HTL	HI-tech Lubricants	Compliant	0.39%
63	HCAR	Honda Atlas Cars	Compliant1	0.54%
64	HUBC	Hub Power	Compliant	0.14%
65	HSPI	Huffaz Pipe	Compliant	0.00%
66	ICI	I. C. I. Pakistan	Compliant	0.02%
67	IBLHL	IBL HealthCare	Compliant	0.64%
68	IMSL	Imperial Sugar	Compliant1	0.00%
69	INIL	International Industries	Compliant	0.01%
70	ISL	International Steels	Compliant	0.01%
71	ICL	Ittehad Chemicals Ltd.	Compliant	0.00%
72	JOPP	Johnson & Phillips Pakistan	Compliant	0.01%

73	KEL	K-Electric	Compliant2	1.19%
74	KSBP	K.S.B. Pumps	Compliant	0.05%
75	KOHC	Kohat Cement	Compliant	2.25%
76	KOHE	Kohinoor Energy	Compliant	0.01%
77	KOIL	Kohinoor Industries	Compliant2	0.01%
78	KTML	Kohinoor Textile	Compliant	0.19%
79	LPL	Lalpir Power	Compliant	0.01%
80	LEUL	Leather Up	Compliant	0.01%
81	LINDE	Linde Pakistan	Compliant	0.02%
82	LOTCHEM	Lotte Chemical	Compliant	0.27%
83	LUCK	Lucky Cement	Compliant	1.34%
84	MACFL	MACPAC Films	Compliant	0.00%
85	MLCF	Maple Leaf Cement	Compliant	0.05%
86	MARI	Mari Petroleum	Compliant	0.37%
87	MEBL	Meezan Bank Ltd.	Compliant	0.00%
88	MTL	Millat Tractors	Compliant	0.53%
89	MUGHAL	Mughal Iron & Steel	Compliant	0.16%
90	NRL	National Refinery	Compliant	0.84%
91	NATF	National Foods	Compliant	0.06%

92	NETSOL	NetSol Technologies	Compliant	0.29%
93	OGDC	Oil & Gas Development Company	Compliant	6.24%
94	ORIXM	ORIX Modaraba	Compliant	0.00%
95	PNSC	Pakistan National Shipping Corporation	Compliant	2.30%
96	PTC	Pakistan Telecommunication Company Ltd.	Compliant	2.70%
97	PKGS	Packages Ltd.	Compliant	0.25%
98	PCAL	Pakistan Cables	Compliant	0.01%
99	PAEL	Pak Elektron	Compliant	0.00%
100	PICT	Pakistan International Container Terminal	Compliant	0.68%
101	POL	Pak Oilfields	Compliant	1.13%
102	PPL	Pakistan Petroleum	Compliant2	4.03%
103	PSMC	Pak Suzuki	Compliant	1.13%
104	PKGP	Pakgen Power Ltd.	Compliant	0.01%
105	PIOC	Pioneer Cement	Compliant	0.88%
106	POWER	Power Cement Limited	Compliant	0.01%
107	POML	Punjab Oil Mills	Compliant	0.16%
108	QUICE	Quice Food Industries	Compliant	1.69%
109	RAVT	Ravi Textile	Compliant	0.00%
110	REDCO	Redco Textile	Compliant	0.01%

111	SMCPL	Safe Mix Concrete	Compliant	0.14%
112	SAZEW	Sazgar Engineering	Compliant	0.00%
113	SEARL	Searle Company Ltd.	Compliant	0.07%
114	SRVI	Service Industries	Compliant	0.20%
115	STCL	Shabbir Tiles & Ceramics	Compliant	0.01%
116	SML	Shakarganj Ltd.	Compliant1	0.34%
117	SHEL	Shell Pakistan Ltd.	Compliant	0.10%
118	SHEZ	Shezan International	Compliant	0.03%
119	SHFA	Shifa International Hospitals Ltd.	Compliant	0.42%
120	SPL	Sitara Peroxide	Compliant	0.08%
121	SNGP	Sui Northern Gas Pipelines Ltd.	Compliant2	1.58%
122	SSGC	Sui South Gas Pipelines Ltd.	Compliant2	1.90%
123	SPEL	Synthetic Products Enterprises Ltd.	Compliant	1.03%
124	TGL	Tariq Glass Industries	Compliant	0.05%
125	TELE	Telecard Ltd.	Compliant	0.69%
126	THALL	Thal Ltd.	Compliant	4.78%
127	THCCL	Thatta Cement Co. Ltd	Compliant	0.74%
128	TPL	TPL Trakker	Compliant	0.99%
129	TREET	Treet Corporation	Compliant	1.13%

130	TRPOL	Tri-Star Polyester	Compliant	0.00%
131	FUDLM	U.D.L. Modaraba 1st	Compliant	2.35%

Rates are calculated based on June 2016 accounts

Dividend purification rate means investors of the respective company should purify dividend income by the following formula:

Dividend income received x Dividend purification rate

**These are provisional rates for dividend purification which are subject to final adjustment on the basis of respective company's annual accounts for the year 2016.*

***OGDC scrip has been considered compliant due to circular debt issue and restriction on selling government securities. However, income from the scrip will be purified by charity rate mentioned.*

As per March 2016 accounts.

As per last available accounts.