

Financial Inclusion Division  
 Bank Islam Malaysia Berhad,  
 Level 27, Menara Bank Islam  
 No. 22, Jalan Perak,  
 50450 Kuala Lumpur

Date:

Re: Declaration on Value Based Intermediation (VBI) Initiative

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We take note on Value Based Intermediation (VBI) initiated by Bank Negara Malaysia and hereby confirmed that our business activities fall under the following:-

No	CRITERIA	COMPLY (YES/NO)	REMARKS
<b>1.</b>	<b>BUSINESS ACTIVITIES IMPACT</b>		
	Business does not fall within the Shariah non-compliant activities, e.g.:- liquor related activities; criminal or illegal activities; tobacco related activities; gambling or activities related to gambling; defence/ weapons; animal testing; etc		
<b>2</b>	<b>ENVIRONMENTAL IMPACT</b>		
2.1	<u>Environmental Protection:</u> e.g.: waste recycling (reduce/ reuse/ recycle); renewable energies; replanting/ conservation initiatives; "Green" procurement; responsible environmental activities; sustainable & equitable use of resources; etc		
2.2	<u>Non-Environmental Hazard:</u> e.g.: not contributing to hazardous pollutions & emissions; degradations; etc.		
<b>3</b>	<b>EMPLOYMENT/ EQUALITY</b>		
3.1	<u>Ethical activities</u> e.g. equal opportunity employer; affirmative action; non-discriminatory (non men/ women/ racial/ bias); employment policy-local first; employee turnover		
3.2	<u>Not involved in Non-ethical activities</u> adverse labour relations (pickets, unions); human trafficking; child labour; etc		
3.3	Current no. of employees : _____ Jobs created by this financing: _____	N/A	
<b>4.</b>	<b>CORPORATE GOVERNANCE</b>		
	No qualifications in accounts; history of legal suits; conduct of existing financing; ethical use of financing; over borrowing.		

For and on behalf of (Company Name)

( Name )  
(Designation)

( Name )  
(Designation)

#### **Note on Value Based Intermediation Initiative**

- ❖ Value-based intermediation (VBI) function aims to deliver the intended outcomes of Shariah through practices, conduct and offerings that generate positive and sustainable impact to the economy, community and environment, without compromising the financial returns to shareholders.
- ❖ VBI promotes a more holistic observation of Shariah, beyond Shariah compliance, i.e. ensuring Islamic banking offerings and practices not only comply with Shariah requirements but also achieve the intended outcomes of Shariah.
- ❖ `Intended outcomes of Shariah focus on enhancement of well-being of the people through preservation of wealth, faith, lives, posterity and intellect. In the context of Islamic financial business, preservation of wealth goes beyond its literal meaning since it includes encouragement to generate, accumulate and distribute the wealth in a just and fair manner.