

## **TERMS OF REFERENCE OF BOARD SHARIAH COMMITTEE**

### **Members**

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| 1. Sheikh Associate Professor Dr. Mohamed Azam<br>Mohamed Adil         | ▪ Chairman |
| 2. Sheikh Professor Dr. Mohammad Hashim Kamali                         | ▪ Member   |
| 3. Sheikh Dr. Nedham Yaqoobi   | ▪ Member   |
| 4. Sheikh Yang Amat Arif Dato' Dr. Haji Mohd Na'im<br>Bin Haji Mokhtar | ▪ Member   |
| 5. Sheikh Associate Professor Dr. Shafaai bin Musa                     | ▪ Member   |
| 6. Sheikh Professor Dr. Yousef Abdullah Al Shubaily                    | ▪ Member   |
| 7. Professor Dato' Dr. Noor Inayah Yaakub                              | ▪ Member   |
| 8. Sheikh Muhamad Taufik Ridlo   | ▪ Member   |
| 9. Professor Dato' Dr. Sudin Haron                                     | ▪ Member   |

### **Meetings and Quorum**

The Board Shariah Committee shall meet once in every two (2) months. However, CIMB may call for extraordinary Committee meetings if the need arises.

The quorum for every meeting, whether quarterly Board Shariah Committee Meetings or extraordinary Committee Meetings, two-third (2/3) with the majority of attending Members must be Members with Shariah background.

### **Duties and Responsibilities of the Members**

The Board Shariah Committee is mainly responsible for advising and supervising CIMB on Islamic banking and finance business. The Board Shariah Committee responsibilities should include the following:

- The Members must have active participation, including attending meetings of the Committee, evaluating reports, reading minutes, and so on.
- All Members must engage themselves actively in deliberating Shariah issues presented before them.
- To advise CIMB Board of Directors and/or the Management on Shariah matters in order to ensure that the Islamic banking and finance business of CIMB are Shariah-compliant at all times.
- To set the policies and procedures for CIMB's Islamic banking and finance business, to endorse the Shariah Compliance Manual and all the Manuals governing the Islamic banking business of CIMB including the GRTP and to suggest for their revision, improvement and updates from time to time as may be necessary.

- To set the policies and guidelines to allow the Shariah Department of CIMB Islamic to process and decide on submissions from any division within CIMB.
- To advise CIMB to refer to the Shariah Advisory Council for Islamic Banking and Takaful of BNM for Islamic banking and Takaful and the Shariah Advisory Council for Islamic Capital Market of SC (“the SACs”) on any Shariah matter that requires the SACs’ endorsement.
- To supervise and monitor the decision making of the other Shariah Committees formed within CIMB in other Jurisdictions.
- To ensure high standard in arriving at Shariah decision through proper Shariah ruling framework.
- To oversee the Shariah issues in CIMB’s Business and activities which includes but not limited to investment banking, commercial banking, Takaful operation and trustee business.
- To keep abreast of the latest development of Islamic banking business globally, regulatory changes affecting CIMB’s business, the rulings made by the SACs and the changes in the latest Shariah research, Ijtihad, Fatwas or findings.
- To review and endorse Shariah governance framework as provided by various tools such as Shariah Compliance Manual and various implementation functions within CIMB including Shariah research, Shariah review, Shariah compliance review and Shariah risk management.
- To review and respond to proposals submitted for the Members’ Circular Resolution within 7 (seven) calendar days after the proposals have been circulated.
- To attend at least 75% of all the meetings held in a year. Any Member who does not meet the minimum requirement without any valid excuse might be subjected to a review of his or her service.
- To maintain and portray professionalism in the best manner to reflect the integrity of the Committee.