

Ajman Bank Zakat Calculation for the period from 1st Jan 2020 to 31st Dec 2020

As per AAOIFI Net Invested Method:

Details	Year 2020	Notes
Total owners' equity	2,508,807,615.65	Financial Reports 31/12/2020 Equity: Share capital 2,100,000 Statutory reserve 258,508 Investment fair value reserve (60,355) General impairment reserve 97,267 Retained earnings 113,388 ----- Total equity 2,508,808
Difference between cash equivalent value of the assets for trading and their value in the statement of financial position	-	
Provisions for investment risk	-	
Long-term liabilities	-	
Provision for Employees' end of service benefits	21,153,546.69	Provided by Finance Division
Total (A)	2,529,961,162.34	
Less:		
Depositors Share in FVR	-	
Assets for rent	1,778,435,303.84	- Investment properties (FR Note 14) AED 343,393,329.12 - Bank share @ 13.89% in Financing Ijara & Forward Ijara (as per the attached sheet) AED 1,435,041,974.72

Investments not for trading	379,185,165.37	- Islamic investments securities measured at FVTOCI - equity instruments amounting AED 201,629,500.00 - Investment in associates amounting AED 177,555,665.37 Total: AED 379,185,165.37
Fixed assets (net)	131,141,643.63	Property and equipment 131,141 (Note 15)
Total (B)	2,288,762,112.84	
Zakah base = A - B	241,199,049.50	
Zakah for the period (Zakah base x 2.5775%)	6,216,905.50	
Total Number of Shares	2,100,000,000.00	
Zakah per Share (Zakah for the period / Number of shares)	0.002960	

لجنة الرقابة الشرعية الداخلية لمصرف عجمان

The Internal Sharia Supervision Committee of Ajman Bank



فضيلة الأستاذ الدكتور / جاسم علي الشامسي
الرئيس والعضو التنفيذي للجنة

Prof. Dr. Jassim Ali Al-Shamsi
Chairman & Executive Member



فضيلة الدكتور / إبراهيم علي المنصوري
عضو اللجنة

Dr. Ibrahim Ali Al-Mansoori
Member of ISSC



فضيلة الدكتور / سالم علي آل علي
عضو اللجنة

Dr. Salem Ali Al-Ali
Member of ISSC

Attachment:

- Determination of the Bank share in the value of Financing Ijara and Forward Ijara As on 31st Dec 2020
- Proposed Text for Zakat Note in the Financial Reports

**Determination of the Bank share in the value of Financing Ijara and Forward Ijara
As per 31st Dec 2020:**

Mudaraba Deposits (SB & TD's):	A	700,186,334.30	From Profit Distribution sheet as of 31st Dec 2020
iWIN - Mudaraba	B	17,351,145.14	
2 in 1 - Mudaraba	C	18,090,146.53	
Total Mudaraba Deposits:	D = (A+B+C)	735,627,625.97	
Total Wakala Deposits:	E	14,741,458,012.64	
Total Customer Deposits (Wakala + Mudaraba):	F = D + E	15,477,085,638.61	
Total Shareholders' Investment in Pool:	G	2,497,446,793.54	
Total Pool Invested Amount:	H = F + G	17,974,532,432.15	
Shareholders % of Investment in Pool	I = G/H%	13.89	
Total Ijarah Finance		9,111,980,886.49	Provided by Finance
Forward Ijarah		1,219,494,813.47	
Total Ijara + Forward Ijara	J	10,331,475,699.96	
Shareholders share in Ijara Assets	J * 13.89%	1,435,041,974.72	




Proposed Text for Zakat Note in the Financial Reports:**Zakat Payable**

Zakat is accounted as per the instructions of the UAE CB Notice No. CBUAE/BSN/2020/3519 dated 3rd August 2020 and is approved by the Bank Internal Sharia'a Supervision Committee (the "ISSC"). Zakat for shareholders is computed based on "Net Invested Funds Method" mentioned in AAOIFI Sharia Standard No.35 and AAOIFI Accounting Standard No.9 which is in accordance with the advice of the Internal Sharia'a Supervision Committee and is accounted for by the Bank as follows:

- Zakat is discharged from the retained earnings of the Bank;
- Zakat on Investment Risk Reserve (the "IRR") is calculated and deducted separately from the investment risk reserve balance held with the bank. Zakat on IRR already paid to M/s. Zakat Fund of the UAE; and
- 20% of Zakat paid to M/s. Zakat Fund of the UAE and the remaining amount shall be disbursed by a "Distribution Committee" under the supervision of the ISSC.