



ILIRIKA

ILIRIKA DZU Društvo za upravljanje investicijskim fondovima d.o.o. Sarajevo
Širokajeva 1, 71000 Sarajevo, Bosna i Hercegovina
Tel + 387(33)95 34 80, faks + 387(33)95 34 89
www.ilirika.ba, info@ilirika.ba

June, 2010.

SHARIAH CERTIFICATE FOR ILIRIKA EMERGING EUROPE ISLAMIC FUND

We the Shariah Board of ILIRIKA EMERGING EUROPE ISLAMIC FUND (the Fund) have reviewed the Prospectus and Articles of the Fund and have found them to be in accordance with the principles of Shariah.

We have also agreed of the following two screens for stock selection:

1. Financial Screen

- Total debt over total assets.
- Sum of a company's cash and interest bearing securities over total assets.
- Sum of a company's accounts receivables and cash over total assets.

None of the above mentioned financial ratios should exceed 33,33%

2. Sector Screen

The Fund will not invest in companies which are directly active in, or derive more than 5% of their revenue (cumulatively) from, the following activities:

alcohol, gambling/casinos, tobacco, music, pork related products, hotels, conventional financial services, cinema, defense/weapons, adult entertainment.

Dividend Purification

If a company derives part of its total income from interest income and/or from the above mentioned prohibited activities, such income will be deducted from the dividend paid out to shareholders and given to charity. ILIRIKA DZU Asset management will apply "dividend adjustment factor" to all reinvested dividends, which is defined as:

$(\text{total earnings} - \text{Income from prohibited activities} + \text{interest income}) / \text{total earnings}$

It is responsibility of the Fund manager to review the portfolio on a quarterly basis.

In light of our review of the documentation and the various methodologies adopted to address Shariah issues, in our view, Muslims can invest in the Fund. Non of the investments can not be done without prior approval of Sharia Board. ILIRIKA DZU is obliged to quarterly submit the report on portfolio for Sharia Board approval.

Sheikh Waleed Bin Hadi
Head of Sharia Board

Sheikh Nizam Yaquby
Sharia Board Member



Sheikh Abdul Sattar Abu Ghuddah
Sharia Board Member