



Certificate No: ASAS/098/002

Shariah Compliance Certificate & Approved Shariah Structure BaadMay Tech (Pvt.) Ltd.

Introduction:

BaadMay Tech Pvt. Ltd. is a technology provider that facilitates customers to make purchases at merchant's stores and websites, and pay in installments. To ensure that the whole process is Shariah Compliant, both in letter and in spirit, **Alhamd Shariah Advisory Services Limited** has been appointed as Shariah Advisor. We confirm that BaadMay Tech Pvt. Ltd. performs its duties considering the rulings and guidance of the Shariah Advisor.

Shariah Structure for BaadMay

(Based on Wakalah – Musawamah Buy Now, Pay Later Model)

Definitions

- **Wakalah (Agency):** Through which one party (the principal) appoints another party (the agent) to act on its behalf in carrying out a permissible transaction. The agent must act within the scope of authority granted.
- **Musawamah (General Sale):** A simple type of sale where the seller does not disclose the original purchase price or cost of the asset to the buyer. The sale is concluded at a mutually agreed price without reference to the cost.

1. Parties

- **Customer:** Acts both as (a) agent of BaadMay to purchase the product, and (b) buyer in the deferred sale transaction.
- **Merchant/Vendor:** The seller who lists products on the platform.
- **BaadMay:** The platform/financier providing deferred payment (BNPL) facility and principal in the agency arrangement.

2. Process Flow

1. Product Selection

- The customer selects a product listed on the merchant's website.
- Example: A product priced at PKR 5,000.

2. Wakalah Appointment

- BaadMay appoints the customer as its agent (wakeel) to purchase the product from the merchant on BaadMay's behalf. The wording of the agency is as follows:
"By continuing, I accept purchasing on behalf of BaadMay as per Terms and conditions."

3. Purchase from Merchant

- Acting as BaadMay's agent, the customer purchases the product from the merchant for PKR 5,000.



- BaadMay pays the merchant directly, and the customer will pay the first installment (as advance) to BaadMay.
- Customer gets possession of the product on behalf of BaadMay. The ownership transfers to BaadMay at this stage.

4. Musawamah Sale to Customer

- After acquiring ownership, BaadMay sells the product to the customer on a deferred payment basis under Musawamah through online offer and acceptance. The wording is as follows:

"Order Delivery Confirmation

Dear (Customer name), You made a purchase from (Merchant name), on 2025-08-29 and chose to pay in 3 installments with BaadMay. (Details of your order can be found in the BaadMay app)

Please confirm if you have taken its delivery, and you accept to make the purchase from BaadMay as per the installment plan. Please click on the button below to confirm.

Customer reply: I confirm."

- The price is fixed in advance and includes BaadMay's profit margin.
- Example: PKR 5,500, payable in 3 monthly equal installments from which the first installment has already been paid as advance by the customer.

5. Payment Terms

- The customer undertakes to pay the deferred price in fixed installments.
- No increase/decrease is allowed due to delay or early payment.

3. Shariah Compliance Principles

- **Agency Clarity:** The customer must act only within the limits of agency given by BaadMay.
- **Ownership & Risk:** The asset must legally belong to BaadMay before it is sold to the customer; the customer should hold the asset before BaadMay's ownership.
- **Transparency:** The deferred sale price and payment schedule must be fixed and disclosed clearly.
- **No Riba (Interest):** Profit is trade-based, not interest.
- **Penalty Clause:** There is no penalty involved.

4. Understanding

- **Wakalah:** Between BaadMay and the customer (customer appointed as agent through the wording mentioned above).
- **Purchase:** Online purchase between BaadMay and the merchant (through its agent, the customer).
- **Musawamah Sale:** Between BaadMay and the customer (at this stage the actual installments begin).

5. Practical Example

- Merchant Price: PKR 5,000
- Customer as Agent: Buys the product for BaadMay from the merchant at PKR 5,000
- BaadMay Sale Price to Customer: PKR 5,500 (deferred)



- Installments: 3
- The first installment shall be paid in advance and treated as a security deposit.

Certification:

We hereby certify that the relevant Shariah guidelines are being followed, and it is permissible to use Baadmay for Musawama transactions.

May Allah grant the management of BaadMay the best reward for their services and grant them more blessings and sincerity in their mission. Ameen.



Mufti Muhammad Ibrahim Essa

Chief Executive Officer

Alhamd Shariah Advisory Services (Pvt.) Ltd

(SECP/IFD/SA/046)

24th September 2025



Mufti Ubaid ur Rahman Zubairi

Director

