

## **QARD CONTRACT CUSTOMER INFORMING FORM (FUND COLLECTION)**

This form was created in order to inform customers within the scope of the BRSA Communiqué<sup>1</sup>.

### **1. Contract Type: Qard (Loan)**

### **2. The Definition of the Contract, Its Fundamental Properties, and the Rights and Obligations It Has Brought to the Parties:**

The Special Current Account is based on the qard contract.

Qard is consumer credit. It refers to borrowing money or a unique property without requesting a surplus.

With the Qard, the lender (customer) may claim the debt he has given at any time.

It is not appropriate for the Borrower (bank) to offer the creditor any additional goods or benefits other than the amount borrowed for the creditor party in the specified period solely on the account of the consideration received.

### **3. Compliance of the Product or Service with Interest-Free Banking Principles and Standards:**

The legitimacy of the Qard contract is based on the basic principles of Islamic law. In this context, the transactions conducted by participation banks are compliant with the principles and standards of interest-free banking.

### **4. Customer's Position Within the Contract:**

In private current account transactions, the customer is the creditor (consumer credit) and the participation bank is the borrower.

### **5. Process and Operation:**

The contract between the customer and the participation bank for the special current account is concluded. The customer deposits the fund in possession in the participation bank. The Customer shall have the right to redeem any part of the fund in his/her private current account, either partially or completely, at any time.

---

<sup>1</sup> Communiqué on Procedures and Principles About Informing Customers and the Public within the Scope of Interest-Free Banking Principles and Standards published in the Official Gazette No. 31675 dated 30 November 2021 by the Banking Regulation and Supervision Agency (BRSA)