**Halal Screening Methodology**

* **Shariah Compliance:** The Wealthsimple Shariah World Equity Index ETF (WSHR) adheres to Islamic investment principles by tracking the Dow Jones Islamic Market Developed Markets Quality and Low Volatility Index. This index excludes companies involved in non-compliant activities such as alcohol, tobacco, pork-related products, weapons, conventional banking or insurance, and adult entertainment. Additionally, companies with excessive leverage are excluded.
* **Shariah Advisory:** Wealthsimple has appointed [**Ratings Intelligence Partners LLP**](https://www.ratingsintelligence.com/) as the Shariah Advisor for WSHR. Ratings Intelligence Partners specialize in providing Shariah compliance services to the financial sector, guided by their distinguished Shariah Scholars Board. They are responsible for:
  + Advising on Shariah compliance interpretation and guidelines.
  + Conducting semi-annual audits on WSHR’s transactions to ensure Shariah compliance.
  + Issuing Shariah Audit Certificates at the end of each audit period.

It is important to note that Ratings Intelligence Partners do not make investment decisions or provide investment advice, focusing solely on ensuring compliance with Islamic jurisprudence.

**Overall Thoughts on Wealthsimple Shariah World Equity Index ETF (WSHR)**

* **Expense Ratio:** WSHR has a management fee of 0.50%, which is competitive among global Shariah-compliant ETFs.
* **Global Market Exposure:** The fund offers Shariah-compliant exposure to developed markets worldwide, excluding the U.S., providing investors with diversified international equity exposure.
* **Performance Snapshot:** As of its latest reporting, WSHR has demonstrated a return of 12.1% after fees and expenses over the past year, indicating robust performance in global markets.

**Comparison to Other Halal ETFs**

**SP Funds S&P 500 Sharia Industry Exclusions ETF (SPUS)**

* **Focus:** U.S. equities
* **Expense Ratio:** 0.49%
* **Risk:** Lower volatility due to investment in large-cap U.S. companies but with less geographic diversification compared to WSHR.
* **Performance:** As of February 22, 2025, SPUS is trading at $43.19, reflecting recent market movements.

**Wahed FTSE USA Shariah ETF (HLAL)**

* **Focus:** U.S. equities with a Shariah-compliant approach
* **Expense Ratio:** 0.50%
* **Risk:** Moderate volatility with a focus on U.S. growth stocks, particularly in technology and healthcare sectors.
* **Performance:** Trading at $53.29, HLAL has shown consistent growth, benefiting from U.S. market stability but lacks international exposure.

**iShares MSCI USA Islamic UCITS ETF (ISDU.L)**

* **Focus:** U.S. equities
* **Expense Ratio:** 0.30%
* **Risk:** Lower volatility with exposure to U.S. companies, offering less geographic diversification compared to WSHR.
* **Performance:** As of February 21, 2025, ISDU.L has a net asset value (NAV) of USD 72.98, reflecting a year-to-date return of 1.70%.

**Key Takeaway**

WSHR provides investors with a globally diversified, Shariah-compliant investment option, offering exposure to developed markets outside the U.S. While its expense ratio is slightly higher than some U.S.-focused ETFs like ISDU.L, WSHR offers broader geographic diversification, which can help mitigate region-specific risks. Investors seeking international exposure aligned with Islamic principles may find WSHR a suitable addition to their portfolios.

*Please note that past performance does not guarantee future results. It's advisable to consult with a financial advisor to ensure alignment with your individual investment objectives and risk profile.*