



Date :- 26 January 2023					
Reference No :- January 2023 / 002					
<b>Dandy Company Limited (Plastic Factory)</b>					
<b>Approval for obtaining murabaha financing from approved bank facility</b>					
<b>Purpose of Murabaha Finance:</b>	Payment to supplier for purchase of Packaging Material (Sleeves)				
<b>Proposed Bank:</b>	Murabaha financing is proposed to be taken from Mashreq Al Islami - UAE				
<b>Objective/Reason:</b>	The effective rate of Masraf Al Rayan is 7.75% (QCB + 2% + 0.25%) whereas Mashreq Al Islami has revised their rate to 7.125% (QIBOR +1.75%). Considering lower profit rate offered we proposed to proceed with Mashreq Al Islami.				
<b>Approval requested:</b>	Approval is sought to avail murabaha financing from Mashreq Al Islami Bank for Qar 456,047 (incl Profit Charge).				
<b>Break up of Principal value and Profit amount</b>					
Type of Instrument	Amount in QAR	Total Profit	Total Repayment	Rate	Loan Tenure
Commodity Murabaha	440,359	15,688	456,047	7.125%	6 months
<b>Note:-</b>					
1. Our rate with bank is 1.75% plus 6 month QIBOR, for calculation purpose 6 months current QIBOR rate is considered , it may vary depending upon market or on the basis of loan tenure approved by bank.					
2. As per the terms of facility agreement the bank will pay directly to the supplier on behalf of Dandy.					
 26 Jan 2023 Finance Manager			 General Manager		