



Islamic Investing 2.0 - 'Encourage the Good' with ESG in the Digital Age

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Accelerating Shariah Economy and Finance in Digital Era Session 1: Islamic Finance in Digital Age

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Disclaimer

Investors are advised to read and understand the contents of a Fund's Prospectus (dated 12 February 2018 for ASEAN Equity Fund and 23 June 2017 for ICD Global Sustainable Fund) and their respective Product Highlights Sheets, obtainable at our offices and our website, before investing. The prospectuses have been registered with the Securities Commission Malaysia who takes no responsibility for their contents. Investors should also consider the fees and charges involved. The price of units and investment returns, may go down as well as up. Past performances of the Fund are not an indication of the Funds' future performances. Units will only be issued upon receipt of the application from accompanying the prospectuses. There are risks involved with investing in unit trust funds. Some of these risks associated with investments in unit trust funds are market risk, non-compliance risk, performance risk, equity securities risk, operational risk, price level risk, large and mid-size company risk, concentration risk, country risk, political risk, currency risk, active investment risk, and reclassification of Shariah status risk. For further details on the risk profile of the Funds, please refer to the Risk Factors section in the prospectuses."



Saturna Capital



- Began Operation in 1989
- >AUM 78,640,925,000,000 Indonesian Rupiah (May 2021)
- Amana Income (1.7 billion USD) and Amana Growth (3 billion USD) funds
- 99 employees globally
- Headquarters in Bellingham, Washington State, USA with Offices in Chicago, Reno (Trust Co), L.A., Newark and Kuala Lumpur
- 21 years in Malaysia with SSB acquisition in 2010
- Indonesia market entry with SAM Asset Management in 2020

Digital | Sustainable | Islamic

Supply | Demand | Regulator



10,000+ global stocks (FactSet)

Screened monthly

2,000 pass initial screens

Industry, balance sheet, and
liquidity filtersCompany
FeedbackPublication of ESG
Rating ReportCompany
Data

Environmental aspect

No.	Theme of the Hadith	Industry	No.	Theme of the Hadith	Industry Relevance	Data Provider Criteria Match (Bloomberg)	Data provider criteria match (MSCI)	Hadith text
1	Planting trees	Renewable and Paper	1	Anti-discrimination		Human Rights Policy		"You are not better than people with red or black skins unless you excel them in piety" (Alalbani)
			2	Anti-discrimination		Governance aspect		
2	Planting trees	Renewable and Paper	3	Anti-discrimination	1	Accountability	corporate governance	"When people see an oppressor but do not prevent him from (doing evil), it is likely that Allah will punish them all." (Hadeeth 197, Riyadhus saliheen, Chapter 23)
3	Planting trees	Renewable and Paper	4	Care for employees	2	Accountability	corporate governance	"Whoever among you sees a vice (or wrong), he should change it with his hands; if he is not able to do that, then he should check it with his tongue; and if he cannot do that, then he should consider it bad in his heart (and wish for its removal) and this is the sign of weakest in faith" (recorded in Muslim, Tirmidhi, Abu Daud and Ibn Majah)
4	Planting trees	Renewable and Paper	6	Care for employees	3	Accountability	corporate governance	"The best Jihad is to say what is just (or truth) in the face of a tyrant" (Abu Daud, Tirmidhi, Nisai and Ibn Majah)
5	Planting trees	Renewable and Paper	7	Care for employees	4	Accountability	corporate governance	"The nations before you were destroyed because they would punish the lower class criminals according to the law but would let go those from the higher class."
6	Conserving resources (water)	Rene	8	Care for employees	5	Accountability	corporate governance	"I swear by the Authority in whose control is Mohammad's life, if Mohammad's daughter is guilty of stealing, I would cut her hand off" (narrated by Bukhari, Kitab al Hudud, Chapter 11-12)
7	Conserving resources (water)	Rene	9	Care for employees	6	Accountability	corporate governance	"Help your brother whether he is the doer of wrong or wrong is done to him." The Companions asked, "O Messenger of Allah! We can help a man to whom wrong is done, but how could we help him when he is the doer of wrong?" The Prophet replied, "Hold him back from doing wrong." (Al-Bukhari).
			10	Care for women	7	Accountability	corporate governance	"He is not of us who is not affectionate to the little ones, and does not respect the old; and he is not of us, who does not order which is lawful, and prohibits that which is unlawful." (Ibn Abbas: Tirmidhi)
			11	Rights of employees	8	Transparency	business ethics and fraud	"Both parties in a business transaction have the right to annul it as long as they have not separated. If they are truthful and clear with each other they will be blessed, but if they lie and conceal something the blessing will be eliminated" (Bukhari)
			12	Rights of employees	9	Transparency	business ethics and fraud	"The seller must explain to the buyer the defects, if any, in the quality of the article offered for sale. Should this not be done, the seller will permanently be caught in the Wrath of Allah (according to another narrator the exact words, 'he will always be cursed by the angels')."
					10	Corruption (bribe)	corruption and political instability	"Those who take bribes and those who give bribes are cursed by God" (Bukhari & Muslim)
					11	Corruption (bribe)	corruption and political instability	"Gifts offered to public servants are ill-gotten gains (ghulul)." (Authenticated by Al-Albani)
					13	Anti-monopoly	anti-competitive practices	No one hoards but the traitors (i.e. the sinners)." [Abu Da'ud]
					14	Abusing Public Position	corporate governance	The Prophet employed a man from the tribe of Al-Azd named Ibn Al-Lutabiyyah to collect the Zakah. When he returned to the Prophet with the collections, he said: "This is for you while this (other wealth) is a gift presented to me. (So, it is mine)." So, the Messenger of Allah stood on the pulpit, praised Allah, extolled Him and then he said, "Why does an official whom I send (in a mission) say: 'This is for you and this has been presented to me as gift?' Why did he not stay in the house of his father and mother to see whether gifts will be given to him or not? By (Allah) in Whose Hand is the life of Muhammad, if any one of you takes anything (wrongfully,) he will bring it on the Day of Resurrection, carrying it on his neck..." (Muslim)
					15	Abusing Public Position	corruption and political instability	"Whosoever among you is appointed by me to a position and he conceals from us (even) a needle or more, he is acting unfaithfully and will bring it on the Day of Resurrection".
					16	Abusing Public	corruption and political	"When we appoint someone to a (public) post and provide him with an allowance, anything he takes beyond that is

- Climate change
- Air/water pollution
- Energy efficiency
- Water scarcity
- Waste management
- Deforestation

Supply | Demand | Regulator

And Islamic Finance?

الأمر بالمعروف و النهي عن المنكر

Generation X: built alternative focused on
“forbidding the evil”

Generation Y: evolves around
“encourage the good” with ESG

1.0

2.0

Positive Screening
FINTECH!

Thank you



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