



## Quarterly Compliance Report based on AAOIFI Shariah Mandate (A-2011)

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### Woolworths Limited (WOW AU)

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#### Description

Woolworths Limited is an Australia-based company. The Company has six segments: Australian Food and Liquor; New Zealand Supermarkets; Petrol, which involves procurement of Petroleum products for resale to customers in Australia; BIG W, which involves procurement of discount general merchandise products for resale to customers in Australia; Consumer Electronics, which involves procurement of electronic products for resale to global customers, and Hotels, which involves provision of leisure and hospitality services including food and alcohol, accommodation, entertainment and gaming.

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#### Company Status

IdealRatings analysts have issued a new report regarding the company:

<b>Name:</b>	Woolworths Limited
<b>Ticker:</b>	WOW AU
<b>Country:</b>	Australia
<b>Core Business Activity:</b>	Food Distribution / Convenience Stores
<b>Exchange:</b>	Australian Stock Exchange (Sydney)
<b>Compliance Status:</b>	Not Shariah-compliant

IdealRatings reviewed the most recent financial statements (A-2011) for Woolworths Limited. The report has been prepared to determine the Shariah-compliance status of the company based on the AAOIFI Shariah mandate.

#### Business Screening

Based on the business of the company the core business is in the food distribution and convenience store business.

One of the main business segments of the company is food and liquor and thus has non-compliant products with respect to the AAOIFI Shariah mandate such as alcohol, tobacco and pork.

The group liquor sales for the year 2011 are \$5.9 billion which represents about 10.9% of the total revenue of the company.

Non-permissible income from such product offerings as well as non-operating income sources such as interest income compared to the total income of the company exceed the 5% threshold as defined by AAOIFI.

Therefore the status of the company from a business activity is as follows:

	Threshold	Company	Compliance
<b>Non-permissible Income</b>	5%	Exceeds 5%	<b>FAIL</b>

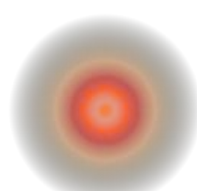
### Financial Screening


According to the most recent available financial statement with adequate information (2011-A) the financial ratios with respect to the AAOIFI Shariah mandate for the company are as follows:

	Threshold	Company	Compliance
<b>Interest-bearing Investments</b>	30%	Less	<b>PASS</b>
<b>Interest-bearing Debts</b>	30%	Less	<b>PASS</b>
<b>Liquidity</b>	67%	Less	<b>PASS</b>
<b>Share Type (Preference or Common)</b>	Common	Common	<b>PASS</b>

### Compliance Status

Based on the available information and the above figures according to the AAOIFI Shariah mandate for **Woolworths Limited** is to be considered **Non-Shariah-compliant**.





## Disclosures

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