

An example of the of Tawarruq profit margin calculation.

The customer has purchased an airline ticket for SAR 1,000 on 20 March.
The statement generation date is 31 March and the payment due date is 25 April.
Customer made the minimum payment of SAR 100 before the due date.

Islamic Calculation - New	Amount
Outstanding due on 31 March statement*	1,000
Payment made on the due date of 25 April	100.00
Balance carried forward (revolved) - (A)	900.00
Tawarruq Profit (TP) Calculation (2.17% pm - APR 26.04%)	
Tawarruq transaction for SAR 900 for thirty days (B)	19.26
Total Outstanding as of 30 April** (A) + (B)	919.26