



Islam and Fair Trade





International Trade



International Trade

Today's world market is dominated by large, multinational companies.

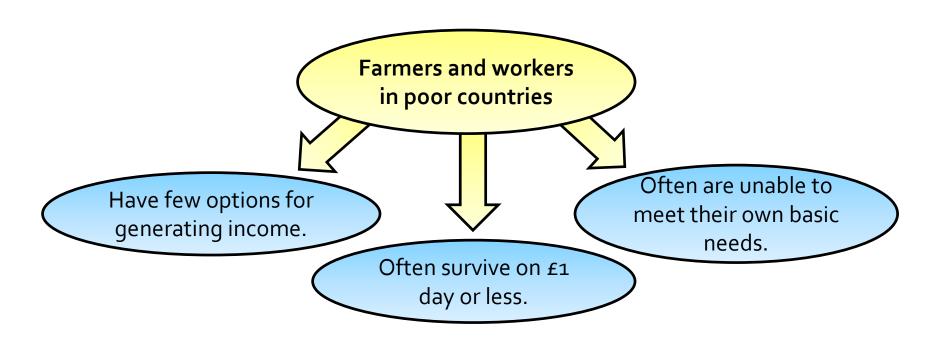




Small-scale farmers and workers in the world's poorest countries are unable to compete.

International trade

Poor countries suffer greatly under current international trade structures.



The Fair Trade movement is a response to these conditions.



What is Fairtrade?



Fair Trade or Fairtrade?



The terms *FairTrade*, and *fair trade* describe the broad socio-economic movement which works to address inequalities in the conventional trade system.

The word *Fairtrade* relates exclusively to the work of *Fairtrade Labelling Organisations International (FLO)* and its national partners, such as *The Fairtrade Foundation* in the UK.

Only products which contain the official FAIRTRADE Mark may be considered *Fairtrade*.



Look for the FAIRTRADE Mark on Fairtrade products



What are the aims of Fairtrade?

Greater equity in international trade.

The fulfilment of workers' rights in the developing world.



The alleviation of world poverty.

The promotion of environmental sustainability.



What are Fairtrade products?



All products that hold the FAIRTRADE Mark have to meet the rigorous standards set by Fairtrade Labelling Organisations International (FLO).

There are over
3,000 Fairtrade
products available
in the UK!



Fairtrade products include:

Coffee

Tea

Fruit

Flowers

Cotton

Honey







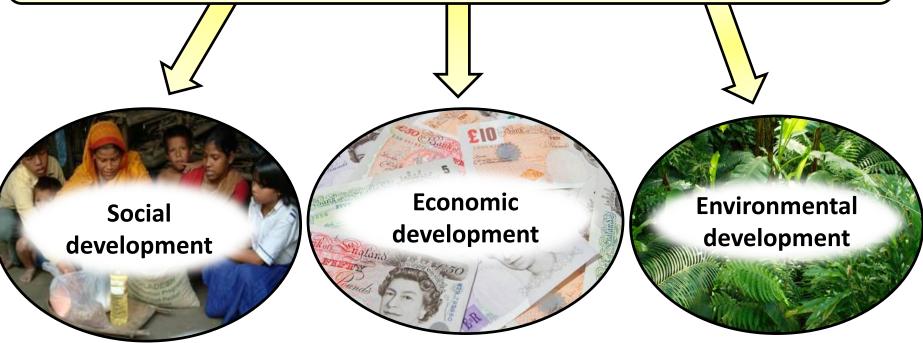


Fairtrade standards



Fairtrade standards

Fairtrade standards ensure that production and trade leads to sustainable development in three areas:



The following slides explore the main Fairtrade standards.

The Fairtrade minimum price

The **Fairtrade minimum price** is the lowest price that the buyer has to pay the producer for his or her product.



This price is set to ensure that the cost of sustainable production is covered.

This helps to establish the payment of fair wages to farmers and producers in the developing world.



The Fairtrade Premium

The **Fairtrade premium** is money paid for a product, in addition to the Fairtrade minimum price.



This money is invested in social, environmental and economic developmental projects, such as education, healthcare and farming tools.



Local projects are decided upon democratically, by a committee of producers or plantation workers.



Pre-financing

If a producer is in urgent need of financial aid in order to start trading, Fairtrade can offer assistance.





Pre-financing producers in poor countries works towards ending the cycle of generational poverty.

Long-term trading relationships

Fairtrade promotes the idea of partnership between buyers and sellers.





This includes drawing up contracts to provide producers with greater financial security.

Environmental sustainability

Fairtrade works to ensure that production is **environmentally sustainable.**

Fairtrade premiums are often invested in training producers in organic farming techniques.



Fairtrade standards prohibit the use of Genetically Modified (GM) seeds.



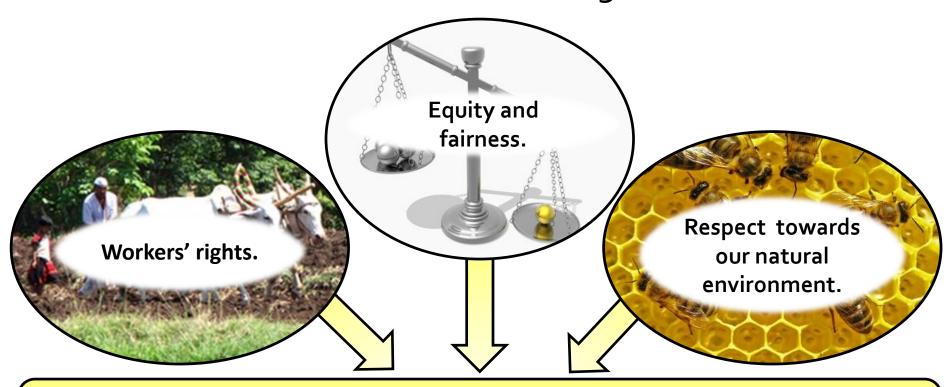


What is the Islamic Perspective on Fairtrade?



What is the Islamic Perspective on Fairtrade?

Essential to Islam are teachings related to:



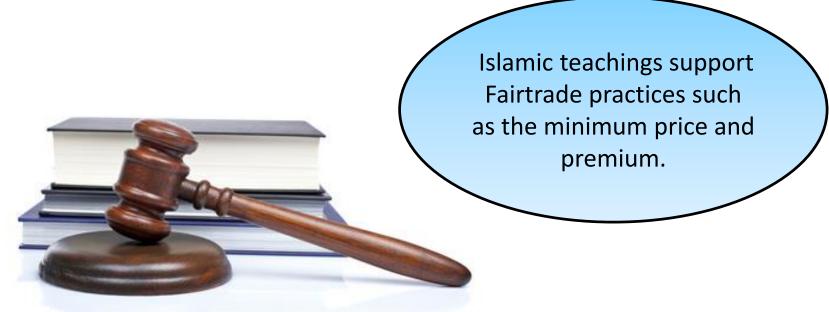
Islam shares Fairtrade's vision of a trade system upheld by justice.

What does the Qur'an teach us about fairness?

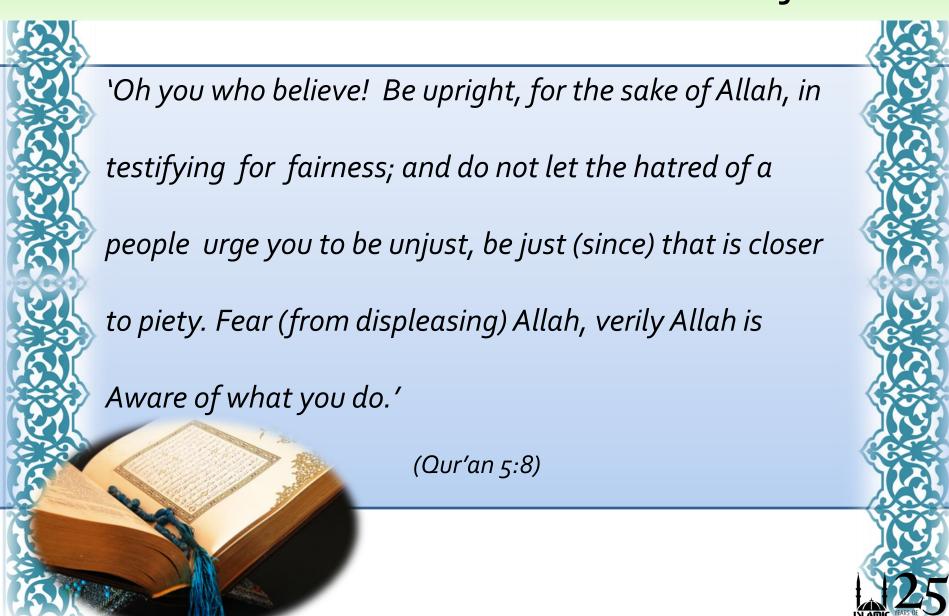


Social justice is a hallmark of Islam

Islamic teachings advocate protection of the weak from economic exploitation by the strong.

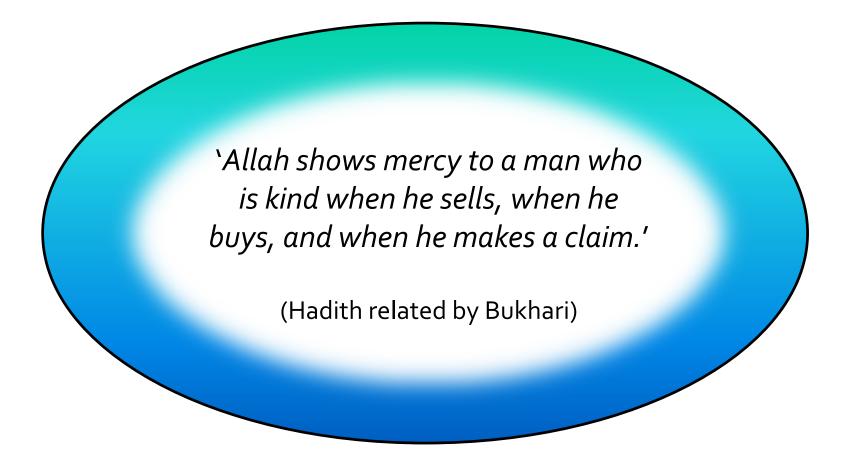


What does the Qur'an teach us about justice?



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What did Prophet Muhammad (peace be upon him), teach us about the treatment of workers?



Islam and contractual agreements

Islam teaches that contracts between employer and employee must be made.



This is to protect the employee from exploitation.

Islam and Workers' Wages

Islam urges believers to pay their employees fair wages, on time.





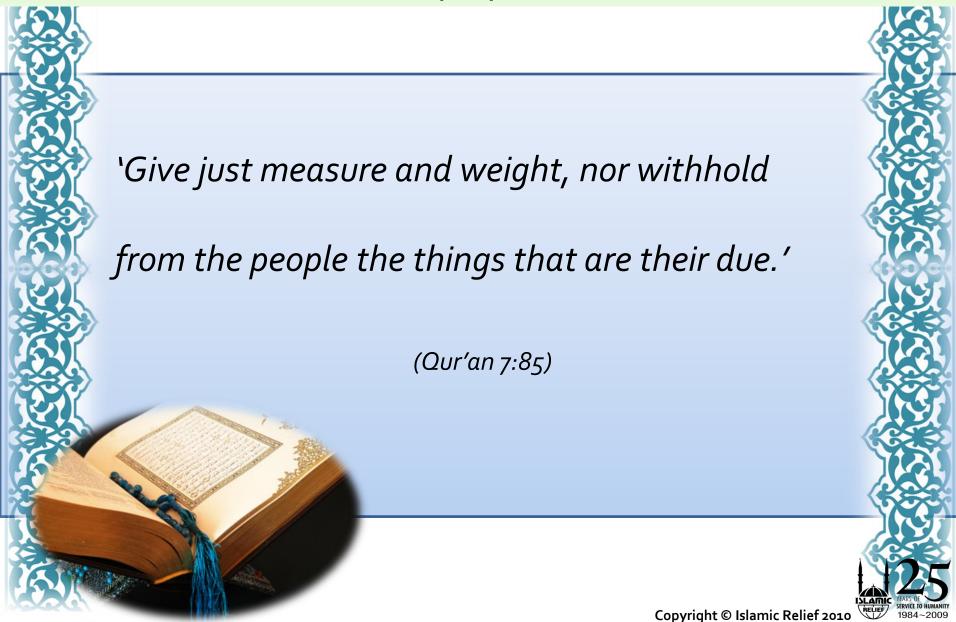
What did Prophet Muhammad (peace be upon him), teach us about contractual agreements?

`Muslims must abide by their agreements, unless there is an agreement that makes halal (permitted) what is haram (prohibited), or makes haram what is halal.'

(Reported by Tirmidhi)

This tells us that Islamic law strongly prohibits any unjust trade agreements, in line with the Fairtrade approach.

What does the Qur'an teach us about the payment of employees?



Islam and Environmental Sustainability

Islam supports practices and policies that promote sustainable development.

Muslims believe that
God has given humans
the role of stewardship
(Khalifah) over all
animal and plant life.

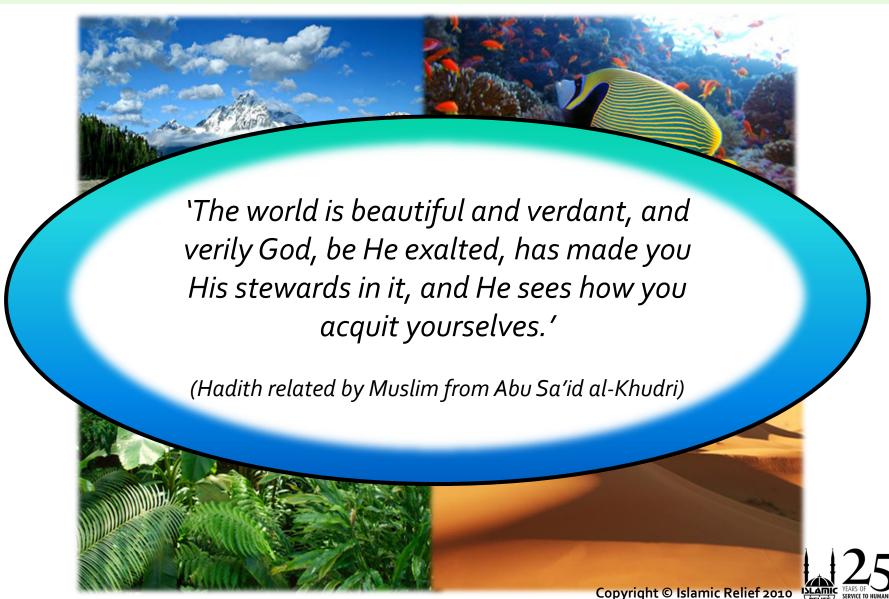


This responsibility is a trust (Amanah) between God and humankind.



For Muslims, it is a religious duty to protect the environment.

What did Prophet Muhammad (peace be upon him), teach us about our responsibility over the earth?





What can we do to contribute to Fairtrade?



What can we do to contribute to Fairtrade?

Become ethically aware consumers.





Look for the FAIRTRADE Mark on Fairtrade products

In order for Fairtrade to grow, consumers must buy products which bear the FAIRTRADE Mark.



Further information

For further information about Fairtrade in the UK, visit the Fairtrade Foundation website:

www.fairtrade.org.uk



Acknowledgements



Acknowledgements

Islam and Fair Trade:

A school resource for KS3 (11-14 yr olds)

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Credits

Photographs:

Resources consulted:

- The Qur'an (A new translation) by M.A.S Abdel Haleem, 2005
- The Fairtrade Foundation website: www.fairtrade.org.uk
- An Islamic Perspective on Fair Trade by Ajaz Ahmed Khan and Laura Thaut (Islamic Relief Worldwide, August 2008)

Biographies



Samia Ahmed is the Senior Development Education Coordinator at Islamic Relief. Samia has had various leadership and management roles as well as experience of teaching Key Stage 2 national curriculum subjects in an independent primary school. She has a Masters in Islamic Studies and is currently learning Classical Sciences in Islam from a London based scholar, as well as being involved in educational projects in London. She has also written and published two children's books from the *Bilal's Day Out* series.



Sarah Kilou is a researcher and writer for Islamic Relief's Development Education Department. She has experience of the development education sector, having compiled and produced a series of online resources on Islam and international development.