



ISLAMIC FORUM 2009

INVESTMENT IN TAKAFUL CHALLENGES

5 AUGUST 2009

Crystallizing Opportunities



**Mayban
Investment**

CURRENT PRACTICES, ISSUES & RISKS

- “LIABILITY” / OBLIGATION for Takaful Funds
 - ✓ Type of Liability
 - ✓ Duration of Liability
- CONVENTIONAL VS. TAKAFUL
(ie: Guarantee vs. Amanah)
- Behavior Of Islamic Assets

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CURRENT PRACTICES, ISSUES & RISKS

- Capital From Shareholders, Takaful Operators And Takaful Participants' Point Of View
- Behavior Of Takaful Fund Obligations
 - ✓ Matching with Islamic Assets (mismatch risk)

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ANALYSIS OF MANAGING TAKAFUL INVESTMENT PORTFOLIO

- Scarcity Of Islamic Instruments
Scarcity VS. Popularity
- Diversification To Better Match Obligations
To Assets
- Equity Investments - Value At Risk Concept
- Property Investment - Shariah Compliancy
Issues

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FUTURE FOR ISLAMIC PORTFOLIO MANAGEMENT

- Current Development In Islamic Asset
- Capital Requirement To Withstand Deteriorated Value Of Islamic Assets And Participants' Obligation

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CHALLENGES

- ✓ Asset Liability Mismatch
- ✓ Syariah Compliance Assets
- ✓ Liquidity of Assets
- ✓ Current Economic Scenarios
- ✓ Human Capital

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TYPE OF INVESTMENTS UNDER TAKAFUL

1. *Cash & Deposit*

- Islamic Deposit
- Islamic NID
- Islamic BA

2. *Capital Market Products*

- Equity
- Islamic Bonds – Government & Corporate Debt

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TYPE OF INVESTMENTS UNDER TAKAFUL

3. *Property*

4. *Loans*

5. *Unit Trust*

6. *Islamic Structure Products*

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THANK YOU

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