



minarah
CONSULTING

Takaful Executive Training Program

IF -ETP 6



OVERVIEW

The three-day intensive Takaful Executive Training Programme explains the background and most important characteristics of the sector. It unfolds the basic concepts of Takaful and provides insight into the; historical evolution of the Insurance Industry & Takaful; Models of Takaful; Jurisprudential Issues Surrounding the Takaful Model.

This intensive programme will also chart the growth of the Takaful and Retakaful industries and highlight the challenges and opportunities in the sector. The course endeavours to highlight technical and regulatory issues; Shariah issues; consider the deliberations of entities such as the Islamic Financial Services Board (IFSB) on Takaful matters.



AIMS OF COURSE

To introduce participants to the basic concepts and operation of Takaful and retakaful and their contractual implications

To analyse the impact of Solvency II and rating agencies on Takaful

To assess the challenges and opportunities of the Takaful and retakaful market

To delve into the Fiqh issues affecting Takaful and retakaful



COURSE OUTCOMES

Upon completion of the programme participants:

Will be able to appreciate the differences
between Takaful/Retakaful and
conventional insurance/reinsurance

To have the basic understanding
of regulatory framework for
Takaful/retakaful



They will be equipped to
understand the underpinning
concepts of Takaful/retakaful,
their respective contracts and
products

PROGRAMME STRUCTURE



The course is extended over a 3-day period and comprises of 3 sessions which are one and a half to two hours in duration

The presentations will be interactive and involves practical applications followed by Q & A

TRAINING PROGRAM

A person in a dark blue suit and striped tie is sitting at a desk, writing in a notebook with a black pen. The desk is cluttered with papers and a laptop. In the background, there is a bookshelf filled with books. The overall scene is dimly lit, suggesting an office or library environment.

Day One

**Introduction to the
Conceptual
Framework of Takaful**

Session A Historical Evolution of the Insurance Industry & Takaful

- Brief discussion over the conceptual evolution of mutual insurance and insurance for profit and the contract of insurance
- Reasons why the conventional contract of insurance is not allowed
- Need to mitigate risk according to Shari'ah
- The evolution of Takaful and its main concept - tabarru' (donation), wakalah (agency), mudharabah (dormant partnership), waqf (endowment), wadi'ah (deposit/security), family takaful, general takaful.

Questions & Answers followed by exercises

Session B Models of Takaful

- Pure Mudharabah
- Pure Wakalah
- Pure Waqf model
- Hybrid models
- Differences between Takaful and conventional insurance - contractual general principles and types of insurance.

Questions & Answers followed by exercises.

Session C Jurisprudential Issues Surrounding the Takaful Model

- Criticisms against the various models of Takaful
- Issue of Wa'ad

• Questions & Answers followed by exercises.

TRAINING PROGRAM

The background of the slide features several small green seedlings with two leaves each, growing out of stacks of gold coins. The stacks vary in height, and the seedlings are positioned at different heights on these stacks, creating a sense of growth and investment. The overall lighting is soft and focused on the central elements.

Day Two

**Growth of the Takaful
Industry & an
Introduction to Retakaful**

Session A Takaful Products

- Family Takaful and general Takaful
- Contract of Takaful
- Investment of Takaful funds

Questions & Answers followed by exercises

Session B Growth & Challenges of the Takaful Industry

- Malaysia
- GCC
- World market trend
- Challenges of Takaful industry
- Some Jurisprudential (Fiqh) objects against takaful and the suggested answers

Questions & Answers followed by exercises.

Session C Retakaful

- Definition of wealth? Retakaful
- Need for retakaful
- Models of retakaful
- Contracts of retakaful - Treaties & Facultative

• Questions & Answers followed by exercises.

TRAINING PROGRAM

A close-up photograph of a hand dropping a coin into a stack of coins. The background is a soft, out-of-focus green and yellow bokeh. The hand is positioned in the upper right, with the coin falling towards the center. Below it, there are several stacks of coins of varying heights, and some coins are scattered on the surface.

Day Three

**Introduction to Basic
Regulatory Framework
for Takaful**

Session A Technical Aspects of Takaful

- Need to regulate Takaful and Retakaful companies
- Ratings of Takaful companies
- IFSB GN-5: Guidance note on the Recognition of Ratings by external credit Assessment -Institutions (ECAIS) ON Takaful and Retakaful
- Supervision of Takaful companies, shift from ratio to risk-based supervision
- Solvency II and Takaful

Questions & Answers followed by exercises

Session B Shariah Supervisory Board & IFSB Standards

Role of SSB

IFSB Standard 11 on Solvency Requirements for Takaful (Islamic Insurance) -Undertakings

IFSB Standard 8 on Guiding Principles on Governance for Takaful (Islamic Insurance Undertakings)

IFSB Standard 18 on the Guiding Principles for Retakāful (Islamic Reinsurance)

Questions & Answers followed by exercises.

Session C Technical Issues in relation to Takaful

- Underwriting issues
- Micro Takaful
- Distribution of Takaful products and Bancatakaful
- Investment issues in Takaful
- Insure tech for Takaful

• Questions & Answers followed by exercises.

CONTACT US



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