



# **DEVELOPING ISLAMIC FINANCIAL INDUSTRY DATABASE OF OIC MEMBER COUNTRIES (2015-SESRIC-154)**

# OUTLINE

- Background
- Project Summary
- Target Group
- Relevance to COMCEC Strategy
- Objective
- Expected Results
- Activities

# BACKGROUND



2010

- **March:** The meeting of NSOs of OIC Member Countries → Called for EGM on '*Islamic Statistics*'.
- **Dec:** Co-organised the EGM with DoS of Jordan → Identified the *needs and requirements for new indicator of Islamic Statistics*.

2011

- **April:** 1st Session of OIC-StatCom.
- '*Islamic Statistics*' was presented by DoS of Jordan.

2012

- **May:** 2<sup>nd</sup> Session of OIC-StatCom.
- Islamic Banking and Finance Statistics (IBFStat) considered as high priority.

# BACKGROUND



2013

- **April:** The Technical Committee of IBFStat was *called for **Expert Group Meeting (EGM)***

2014

- **March:** **Expert Group Meeting on ‘Islamic Banking and Finance Statistics’.**
- Participated by 13 OIC MCs, the IRTI of the IDB Group, Borsa Istanbul, INCEIF, and TKBB.



## Expert Group Meeting on 'Islamic Banking and Finance Statistics' Turkey, March 2014

# Conclusions of the Expert Group Meeting on 'Islamic Banking and Finance Statistics'

- *Recognizing* the scattered and generally fee-based nature of data for Islamic Banking and Finance Industry over a number of different sources, appreciated IRTI for their efforts towards the IBIS database ([www.ibisonline.net](http://www.ibisonline.net)) and called **SESRIC and IRTI to explore the possibility of collaboration** to further promote the quality and availability of Islamic banking and finance statistics data.

# Conclusions of the Expert Group Meeting on 'Islamic Banking and Finance Statistics'

- *Having devoted attention to limited availability of systematic, accurate, consistent and reliable statistical information at country level, underlined the importance of adhering to a sound methodology for the collection, collation, processing and dissemination of country-level Islamic Banking and Finance Statistics. In this regard, **SESRIC and IRTI are requested to coordinate with the IFSB to introduce a set of standards and raise awareness among the members of OIC Statistical Commission based on current methodological documents prepared by the IFSB.***

# Conclusions of the Expert Group Meeting on 'Islamic Banking and Finance Statistics'

- *Considering the increasing global interest in Islamic Banking and Finance, suggested **SESRIC and the IDB Group, to seek ways to cooperate with other international organizations including regional offices of the International Monetary Fund (IMF) and World Bank Global Islamic Finance Development Center in Istanbul to prevent duplication of efforts.***



# Conclusions of the Expert Group Meeting on 'Islamic Banking and Finance Statistics'

- *Emphasizing the need for smooth coordination among all stakeholders of the National Statistical System (NSS) --especially between National Statistical Offices (NSOs) and Central Banks/Monetary Authorities of the OIC Member Countries-- for the collection, collation, processing and dissemination of data on Islamic Banking and Finance Industry, called the OIC Statistical Commission to discuss the issue of including the Islamic Banking and Finance Statistics under the official statistical programmes of OIC Member Countries.*

# Conclusions of the Expert Group Meeting on 'Islamic Banking and Finance Statistics'

- *Noting the difficulties encountered by various international and non-profit organisations in communicating with respective countries while trying to bridge the gaps in statistical data availability for the sector, **stressed the importance of determining a national stakeholder/focal point within the National Statistical System (NSS) of each country** that will be responsible for transmitting data on Islamic Banking and Finance Industry.*

# PROJECT SUMMARY

## Current Situation of Islamic Finance Databases



**No statistics available** as part of **standardized international databases** such as International Financial Statistics (IFS) maintained by IMF.



Constrained by **limited coverage, consistency,** and **gaps** in time series

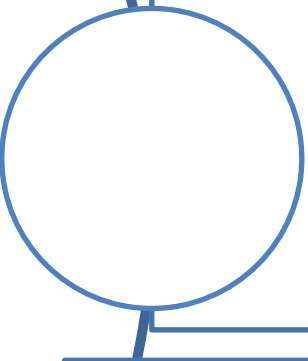


Are needed to support improved **policy assessment** and design and promote **quality research** in the field of Islamic finance.

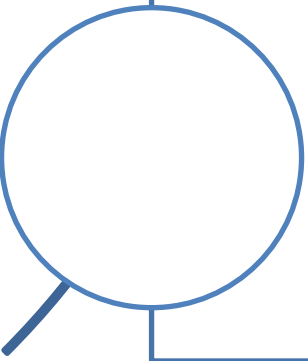
# PROJECT SUMMARY



**Islamic Banks Information System (IBIS)** database of Islamic Research and Training Institute (IRTI) of the IDB Group.



**World Bank** has been maintaining a database, namely **FININD**, to monitor the trends in the levels of financial inclusion in member countries including OIC countries.



Will be enhanced to include statistics on the state of financial inclusion and the role of Islamic finance which can give useful insights to policy-makers in formulation of strategy on financial inclusion.

# TARGET GROUP



All stakeholders related to Islamic financial industry including National Statistical Offices (**NSOs**) and **Central Banks / Monetary Authorities** of OIC Member Countries as well as the **Islamic Research and Training Institute (IRTI)** of the **IDB Group**, the **World Bank Global Islamic Finance Development Centre**, the **IFSB** and other relevant national and international institutions.

# RELEVANCE TO COMCEC STRATEGY

## Chapter 3.6: Financial Sector

- *“Existing regional cooperation initiatives are constrained by lack of sound financial institutions, huge diversity in financial sector development across the region, small size of financial markets, lack of differentiated products and lack of reliable data.”*

## Output Area


- *“The creation of database of financial services statistics to monitor the efficiency and soundness of financial institutions and markets.”*

# OBJECTIVE

To develop **standardized indicators and methodology of Islamic financial industry database** including the **templates for data collection** and to **collaborate with domestic and international stakeholders** to collect, compile, perform quality assurance and disseminate data on Islamic financial industry.



# EXPECTED RESULTS

- 
- Providing a comprehensive **analysis of the current situation on the Islamic financial industry database** in the OIC countries.
  - Defining **categories under Islamic financial industry database** and identifying the **priority set of indicators** consistent with the International standards.
  - Proposing **standardized methodology** in the compilation, production and dissemination of Islamic financial industry statistics.
  - **Identifying the capacities and needs** of OIC countries in Islamic financial industry statistics.



# ACTIVITIES

**Activity 1:** Selection of a Consultant

**Activity 2:** Preparation of the Draft Report of Indicators and Methodology on Islamic Financial Industry Database

**Activity 3:** Questionnaire Design and Circulation

**Activity 4:** Questionnaire Evaluation

**Activity 5:** Organization of Expert Group Meeting

**Activity 6:** Revision of the Draft Report

**Activity 7:** Finalization of the Report and Preparation of an Executive Summary



# THANK YOU

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