

OUTLINE

1. Formulation of Policy Recommendations

2. Policy Questions

3. Responses of the Member Countries

4. Room Document

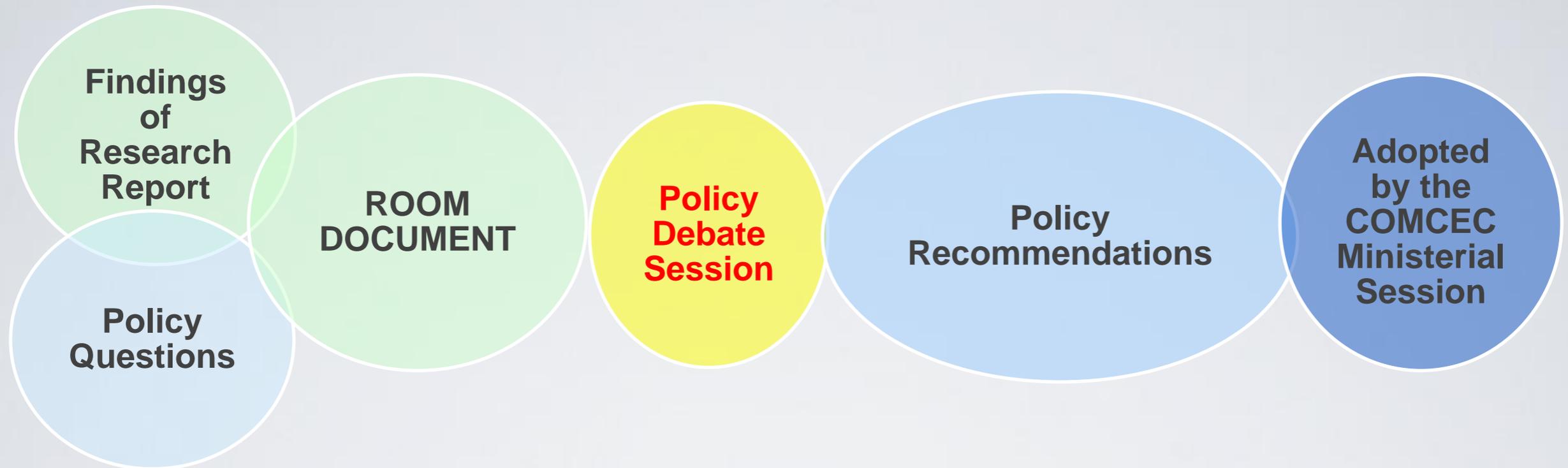
1) FORMULATION OF POLICY RECOMMENDATIONS

«..... **approximate policies** in the cooperation areas to address and find solutions to the economic and social challenges of the Islamic Ummah»
(COMCEC Mission)

Policy Recommendations:

- Research Reports, Policy Questions, discussions during the WGs
- Adopted by the COMCEC Ministerial Sessions
- Serve to policy approximation

1) FORMULATION OF POLICY RECOMMENDATIONS



Member Countries' Direct Involvement

2- POLICY QUESTIONS

1. Which **Islamic Finance Instruments** are commonly used?
2. Do you think there is **enough awareness about Islamic Financial Instruments** in?
3. What are the **main issues/problems that negatively affect the diversification of Islamic financial instruments**?
4. Does Your Esteemed Country have a **legal and regulatory framework to encourage the diversification of Islamic Financial Instruments**?

2- POLICY QUESTIONS

5. Does Your Esteemed Country have a **Shariah governance framework** to provide an enabling environment for the diversification of Islamic Financial Instruments?
6. Does Your Esteemed Country have **an/a initiative/program/project to encourage** the groups that are **excluded from financial markets to access to the existing/ newly developed Islamic Financial Instruments**?
7. Is there any specific effort on **financial engineering on Islamic financial instruments/diversification of Islamic Financial Products**?

3- RESPONSES OF THE MEMBER COUNTRIES

Q1: Commonly used Islamic Finance Instruments in the MCs:

- Mudarabah
- Murabaha
- Musharaka
- Istisna
- Ijarah

3- RESPONSES OF THE MEMBER COUNTRIES

Q2: Awareness about the Islamic Financial Instruments:

Yes	No
Afghanistan	Cote d'Ivoire
Algeria	Gambia
Egypt	Iran
	Saudi Arabia
	Uganda
	Indonesia
	Turkey

3- RESPONSES OF THE MEMBER COUNTRIES

Q3: The main issues/problems that negatively affect the diversification of Islamic financial instruments:

- Lack of awareness and insufficient human resource
- Lack of tax exemption regimes for new sukuk types
- Lack of legal and regulatory framework
- Lack of Shariah Governance

3- RESPONSES OF THE MEMBER COUNTRIES

Q4: Enabling legal and regulatory framework for the diversification of Islamic Financial Instruments:

Yes	No
Cote d'Ivoire	Gambia
Uganda	Iran
Egypt	Saudi Arabia
Indonesia	Afghanistan
Turkey	Algeria

3- RESPONSES OF THE MEMBER COUNTRIES

Q5: Shariah governance framework to provide an enabling environment for the diversification of Islamic Financial Instruments:

Yes	No
Iran	Gambia
Egypt	Cote d'Ivoire
Indonesia	Uganda
Turkey	Afghanistan
	Algeria

3- RESPONSES OF THE MEMBER COUNTRIES

Q6: Initiatives/programs/projects for financial inclusion

Yes	No
Afghanistan	Egypt
Algeria	Iran
Cote d'Ivoire	Saudi Arabia
Gambia	Uganda
Indonesia	Turkey

3- RESPONSES OF THE MEMBER COUNTRIES

Q7: Efforts related to financial engineering in Islamic Finance

Yes	No
Egypt	Afghanistan
Iran	Algeria
Saudi Arabia	
Gambia	
Uganda	
Indonesia	
Turkey	

* Cote d'Ivoire didn't answer this question.

4- ROOM DOCUMENT

Policy Advice 1

- **Improving the Islamic Finance Infrastructure through Developing Necessary Legal/Regulatory Frameworks for its each Component namely, Islamic Banking, Islamic Capital Markets and Takaful towards Creating an Enabling Environment for Islamic Finance.**

Policy Advice 2

- **Developing a Sound Governance Framework for National and Strengthening Coordination of Shariah Governance Standards and Policies across Different Jurisdiction.**

4- ROOM DOCUMENT

Policy Advice 3

- **Establishing/Developing Islamic Finance Rating Standards**

Policy Advice 4

- **Strengthening Human Capital in Islamic Finance in the OIC Member Countries through Enhanced Financial Literacy and Awareness Programs/Projects by Governments, Universities and Private Sector**

Policy Advice 5

- **Facilitating Experience Sharing among the OIC Member Countries in sub-sectors of the Islamic Finance Industry for a Sustainable and Harmonized Growth of the Industry**

