

Advancing the sustainable development of the Islamic capital markets in Asia

IFN Asia Forum 2013

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**Development of
capital markets in
Asia**

**Development of
Islamic capital
markets**



Deep and liquid local
bond markets

Regional financial
harmonisation and
integration

Deployment of Asian
liquidity into Asian
economies

Asian Bond Markets Initiative

Promoting
issuance of
local currency
bonds
(supply-side)

Facilitating
demands for
local currency
bonds
(demand-
side)

Improving
regulatory
framework

Improving
related
infrastructure
for bond
markets



**Institutional
investors**

**Varying
progress of
development**

**Market-
making
activities**

**Repo
markets**



AAOIFI

- Responsible for developing and issuing standards for international Islamic finance industry.
- Supported by over 200 institutional members from over 45 countries.
- Members are central banks, regulatory authorities, financial institutions, accounting & auditing firms, legal firms, etc.

Standards

- Total of 88 standards issued: (a) 48 Shari'a standards, (b) 26 accounting standards, (c) 5 auditing standards, (d) 7 governance standards, and (e) 2 codes of ethics.
- In addition, new standards are being developed and existing standards reviewed.

Adoption of standards

- AAOIFI standards are followed – as part of regulatory requirement or basis of internal guidelines – in jurisdictions that offer Islamic finance across the world.
- Consequently, AAOIFI standards have introduced greater harmonisation of international Islamic finance practices.

Standards-related programs

- Certified Shari'a Adviser and Auditor (CSAA) and Certified Islamic Professional Accountant (CIPA) professional development programs.
- Certification for financial contracts and information systems.

Thank you

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