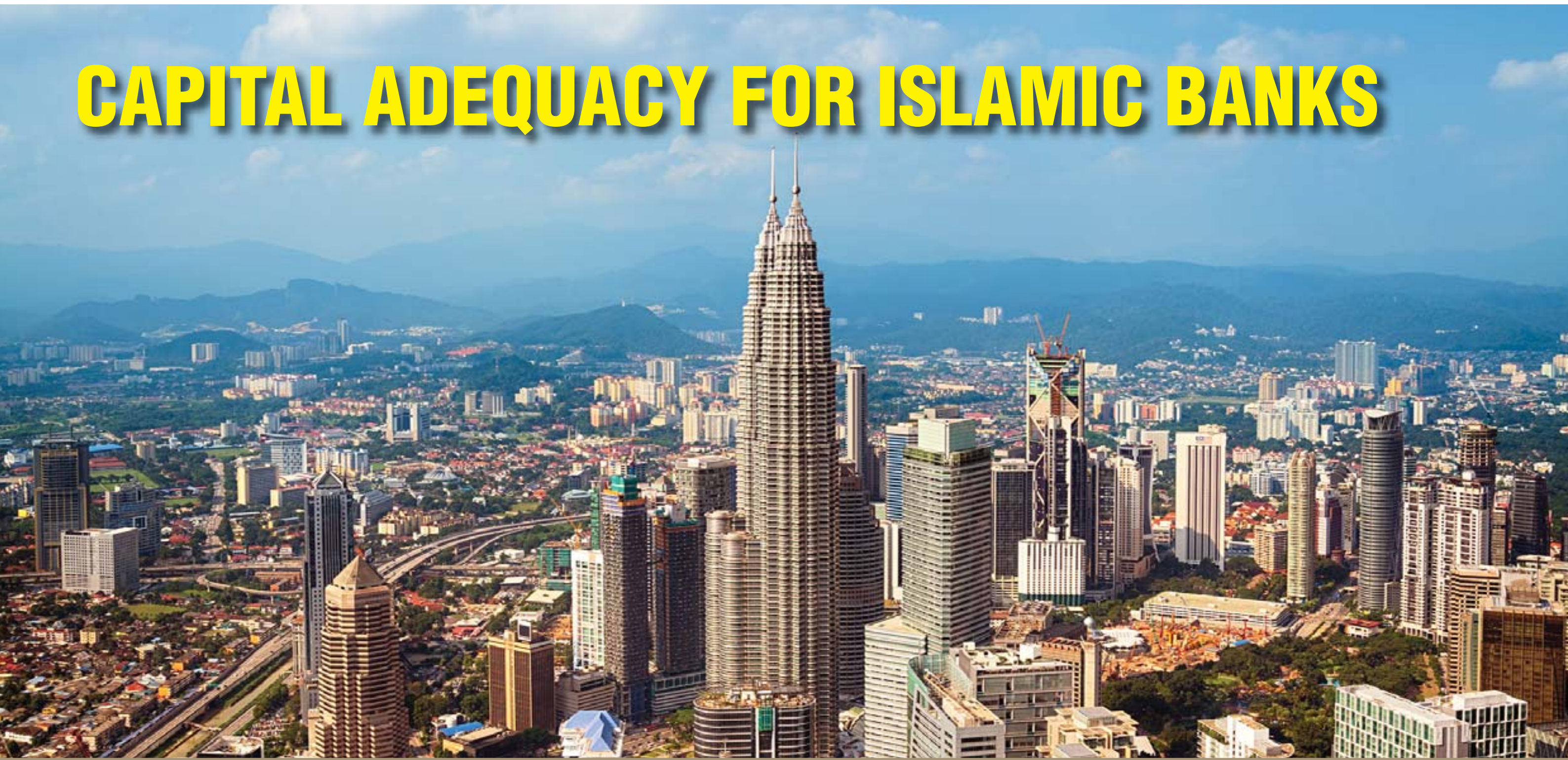
REDmoney seminars

CAPITAL ADEQUACY FOR ISLAMIC BANKS



10th April 2018, KUALA LUMPUR

SIDC CPE - accredited: 10 CPE Points

In the advent of the global financial crisis of 2007-9, Islamic banking practitioners are under significant pressure to comply with capital adequacy standards. The hope of regulators is that compliance will reduce the chance of individual bank failure, and also contagion within the financial system. The IFSB's capital adequacy framework for Islamic banks establishes minimum levels of capital which Islamic banks should maintain in order to remain solvent in the face of unexpected losses. As this framework has developed to keep track of evolving international standards for the regulation of banks set by the Bank for International Settlements (Basel Accords), they have become increasingly voluminous and technically challenging to understand. One of the biggest challenges for practitioners is knowing and understanding the relevant standards concerning capital requirements, and the determination of capital adequacy based on the capital charges of a multitude of risk types, and financial products. This not only impacts risk managers, but anyone whose financial and business decisions change the composition of the balance sheet, for example Islamic asset origination teams and treasury managers.

This course has been developed for Islamic finance practitioners who need in-depth knowledge of the capital adequacy requirements of Islamic banks. The course provides a valued opportunity to know and to understand the IFSB's capital adequacy standards in detail. The course provides an indispensable resource not only for Islamic bankers, but also Islamic bank supervisors and regulators needing expert knowledge of regulation.

The course will also include a high level of interactive discussion, practical insights, and thorough instruction in capital adequacy regulations as they apply to Islamic banks, which can be used in practice to meet regulatory governance and reporting requirements.

KEY HIGHLIGHTS

- Know and understand Basel III as it relates to Islamic banks
- Know and understand IFSB standards for Islamic bank capital adequacy
- Receive practical insights into the implementation of the standards

AGENDA

Session One: Overview and Basel III Changes

Basel Regulatory Standards

- From Basel I to Basel III
  - How have the Basel standards evolved over time?
- What are the changes introduced by Basel III?
  - Capital quality
  - Capital buffers
  - Liquidity ratios
  - Leverage
- What is the impact of Basel III on Islamic banks?

Capital Adjustments, Deductions and Buffers

- Capital deductions from Common Equity Tier 1
- Capital conservation buffer
- Countercyclical buffer

Other Regulatory Changes

- Leverage ratio
- Islamic windows
- Systemically important banks

Session Two: IFSB-15 revised Capital Adequacy Standard

How Credit Risk Arises in Islamic Financial Instruments

- Murabaha accounts receivable
- Salam counterparty risk
- Istisna accounts receivable and counterparty risk
- Ijarah lease payments receivable
- Sukuk held in the banking book

How Market risk arises in Islamic Financial Instruments

- Equity trading positions
- Sukuk trading positions due to changes in market price of benchmarks
- FX risk
- Commodities and inventory risk (held for resale in Murabahah, or Ijarah)
- Exposures from hedges which are MTM

Capital Calculation by Risk Type

- Market risk
- Credit risk and credit risk mitigants
- Operational Risk
- Risks arising from Profit Sharing Investment Accounts

Quiz 1: capital adjustments and buffers; capital adequacy by risk type

Session Three: IFSB-15 revised Capital Adequacy Standard

Minimum Capital requirement by financial instrument

- Murabahah and Murabahah for the Purchase Orderer (MPO)
- Commodity Murabahah Transactions
- Salam
- Istisnah
- Ijarah and Ijarah Muntahia Bittamleek
- Musharakah and Diminishing Musharakah
- Mudarabah
- Qard
- Wakalah

Quiz 2: capital charges by financial instrument

Session Four: Sukuk and Other Assets

- Treatment of Sukuk
  - Rated Sukuk
  - Unrated Sukuk
- Treatment of Real Estate
- Mapping IFSB-15 to BNM's Capital Adequacy Framework for Islamic Banks (issued March 2017)

SPEAKER

Dr Ken Baldwin
Former Director
Financial Policies & Planning, Islamic Development Bank

Dr. Ken has worked as a practitioner in banking and finance for over 25 years in senior quantitative finance and risk management positions. Having graduated from Oxford University with a first-class honors degree in Physics, he qualified as a Chartered Accountant before joining UBS, and then later Credit Suisse, in derivatives risk and control functions based in London. He gained a PhD in the microeconomic theory of risk sharing in Islamic contracts, and worked in the GCC for 15 years in Islamic retail and Islamic investment banks. Dr. Ken built an ALM analytic technology platform for Abu Dhabi Islamic Bank, was MENA Regional Head of Quantitative Analysis for Citigroup, and has worked in quantitative risk management roles for both conventional and Islamic private equity and venture capital institutions. He most recently set up the Islamic Development Bank's Financial Policies and Planning function, which provides risk and pricing analytic support at product and balance sheet levels. Dr. Ken is currently a senior university lecturer in finance in the UK, has published quantitative finance articles in peer-reviewed academic journals including the Journal of Risk, and taught CFA and FRM in his earlier career.

Who Will Benefit?

- Board members with risk responsibilities
- Chief risk officers, risk managers, risk analysts
- Asset origination teams and treasury managers
- Compliance, legal, IT, finance and risk management support personnel
- Central bank supervisors and analysts
- Rating agency analysts

SPONSORSHIP OPPORTUNITIES

CAPITAL ADEQUACY FOR ISLAMIC BANKS

10th April 2018, Kuala Lumpur

Associate Partner: RM 17,500 ☐

- Logo on all promotional activities
- 5 invitations for your colleagues and clients
- 25% discount on any additional delegate places
- Full coverage on the Seminar website including biography and hyperlinked logo
- Branding throughout the Seminar: Seminar Guide Cover, Buntings,
- Table-top space in the breakout area during the Seminar
- Guaranteed prime session participation
- One exclusive seat-drop during the Seminar
- Full delegate list within one week post Seminar
- Post-Seminar questionnaire results

Partner: RM 12,500 ☐

- Logo on all promotional activities
- 2 invitations for your colleagues and clients
- Coverage on the Seminar website including biography and hyperlinked logo
- Guaranteed session participation
- Branding throughout the Seminar: Seminar Guide Cover, Buntings,
- Table-top space in the breakout area during the Seminar
- Delegate list within one week post Seminar
- Post-Seminar questionnaire results

The sponsor / Delegate will arrange for the payment in one installation of RM_________________ exclusive of all taxes to REDmoney, within 14 days of invoice or before the event taking place (whichever is sooner).

Company Name:			
Name:		**Signature for Sponsor:**	
Title:		**Date:**	

One Sponsor One Logo Policy: Each sponsor is only entitled to one logo. Permission from the organizer is required to display additional corporate brands and to disseminate alternatively branded marketing materials.

By signing this contract you are bound by our cancellation policy of no refunds. Your account will be credited for future events in the same calendar year. However, for cancellations of less than one month prior to the event taking place, no refund or credit will be offered. If you so wish to cancel your sponsorship (howsoever arising), the entire amount due will be payable to **REDmoney Sdn Bhd** / **REDmoney Limited**.

REDmoney Group

REDmoney Group's latest offering, IFN Seminars, takes Islamic finance to new and developing markets and tackles the industry's most innovative and imperative topics. These high-level, practitioner-led events offer practical insights on technical and strategic aspects of Islamic finance to dealmakers, regulators and intermediaries in core and developing Shariah-compliant markets. Leveraging on our highly regarded Forums and Training courses, these seminars offer the same exceptional quality of speakers in a small-group setting allowing delegates the opportunity to interact with our panel of highly experienced industry leaders in an event format that is intended to provide comprehensive knowledge on the very latest issues and trends.

REDmoney Group is the foremost global provider of specialized Islamic financial media services across three core divisions of events, publishing and training. Established in 2004, the firm has offices in Dubai and Kuala Lumpur: offering an unrivalled multi-channel service across the full spectrum of the global financial markets. The outward-facing arms of the REDmoney publishing and events portfolio are supported by REDmoney Training, which provides access to industry-leading expertise from the best in the field.

REDmoney Group covers the full range of global markets: from emerging Islamic economies across Africa and Asia to industry leaders such as Malaysia and the GCC along with developed nations in Europe and the Americas seeking to enter the sector. The company offers unequalled access to the elite of the industry: with relationships built up over a decade of trusted communication with market leaders to provide a detailed network covering every aspect of Islamic financial services.

CAPITAL ADEQUACY FOR ISLAMIC BANKS

10th April 2018, Kuala Lumpur

DELEGATE REGISTRATION

BOOKING DETAILS

I am booking:	Price per Delegate	Total Price	Early Bird *(10% Discount)*
☐ 1 delegate	RM1,999	**RM1,999**	RM1,799
☐ 2 delegates *(5% Discount)*	RM1,899	**RM3,798**	RM3,418
☐ 3 delegates *(15% Discount)*	RM1,699	**RM5,097**	RM4,588
☐ 4 delegates *(20% Discount)*	RM1,599	**RM6,397**	RM5,757
☐ 5 delegates *(35% Discount)*	RM1,299	**RM6,497**	RM5,847

** Please note that prices do not include GST*
** Further attractive packages are available for groups of more than five. Please contact us directly.*

Online training option: I would like to also enrol for the online course, **Shariah Risk & Governance Framework for Islamic Financial Institutions** for the special price of RM200 per user. Please tick here ☐

Available Discounts
Early Bird: Registrations received on or before 9th March 2018, will receive a 10% discount. No discount shall be given to registrations received after this cut-off date.

Discount for Active Subscribers of Islamic Finance *news*: If the delegate is a current IFN subscriber, he/she shall receive a flat 10% discount from the normal fee. Please tick here ☐

Loyalty Program: 25% discount on other seminars attended within a 6-month period and non-transferrable. Please tick here ☐

DELEGATE DETAILS

Name	Job Title	Email address	Telephone
1 ______ /	______ /	______ /	______
2 ______ /	______ /	______ /	______
3 ______ /	______ /	______ /	______
4 ______ /	______ /	______ /	______
5 ______ /	______ /	______ /	______

WHO TO INVOICE AND CONTACT?

Please tell us who we should invoice. It is also helpful for us to have the name of an administrator with whom we can liaise directly.

Contact person for invoicing: ______ Job Title: ______
Email: ______ Tel: ______ Fax: ______
Contact person to send administration details: ______
Job Title: ______ Email: ______ Tel: ______

Payment can be made by cheque or bank transfer. A notification will be sent to you once payment has been received.
I wish to pay by: Cheque/bankers draft ☐ Telegraphic transfer ☐ Credit Card ☐

APPROVING MANAGER

To process your registration we require the name and signature of a manager who is authorized by your organization to approve training expenditure.
Name: ______ Job Title: ______
Organization name: ______ Email: ______ Tel: ______

Authorizing signature ______(mandatory)
Yes, I have read and understood the booking and cancellation policy below.

SEND US YOUR REGISTRATION!

By email: **seminars@redmoneygroup.com** By fax: **+603 2162 7810**
You may also book online at **http://www.REDmoneyevents.com**
Please call us on: **+603 2162 7800** or **+603 2162 7802** if you require assistance.
Our address is: REDmoney, Suite 22-06, 22nd Floor, Menara Tan & Tan, 207, Jalan Tun Razak, 50400 Kuala Lumpur

Booking, Payment and Cancellation Policy – important, please read carefully
By completing, signing and sending us this registration form you are confirming delegate places on the seminar. You are also confirming your understanding of our Booking, Payment and Cancellation Policy.
Cancellation: If delegates cannot attend the seminar replacement participants are always welcome. Otherwise delegates must request in writing (letter, fax or email) to cancel registration/s or transfer to a different seminar at least 21 days before the seminar start date to be eligible for a refund, less a 5% administration fee. Delegates who cancel within 21 days of the seminar start date, or who do not attend, are liable to pay the full seminar fee and no refunds will be given. Instead fees will be converted to a IFN Seminars voucher equivalent to the original fee, less a 15% administration charge. This voucher is transferable within your organization and must be redeemed within one year of issue or become void. If a seminar is postponed for whatever reason delegate bookings will be automatically transferred to the new seminar date. Delegates who wish to transfer to a different seminar will be subject to the same terms as above and charged the difference in seminar fees. No refunds or seminar vouchers will be issued for a no-show.
Payment Terms: All seminars fees are to be received within 14 days of invoice date. REDmoney shall receive the full seminar fee with no deductions of any description. All telegraphic transfer fees, taxes and levies (domestic or otherwise) shall be borne by the sponsoring organization.

Seminar Venue: Full details of the venue will be sent to you upon registration.