

# ISLAMIC FINANCE IN THE FUTURE OF BANKING

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## TOP 500 ISLAMIC FINANCIAL INSTITUTIONS



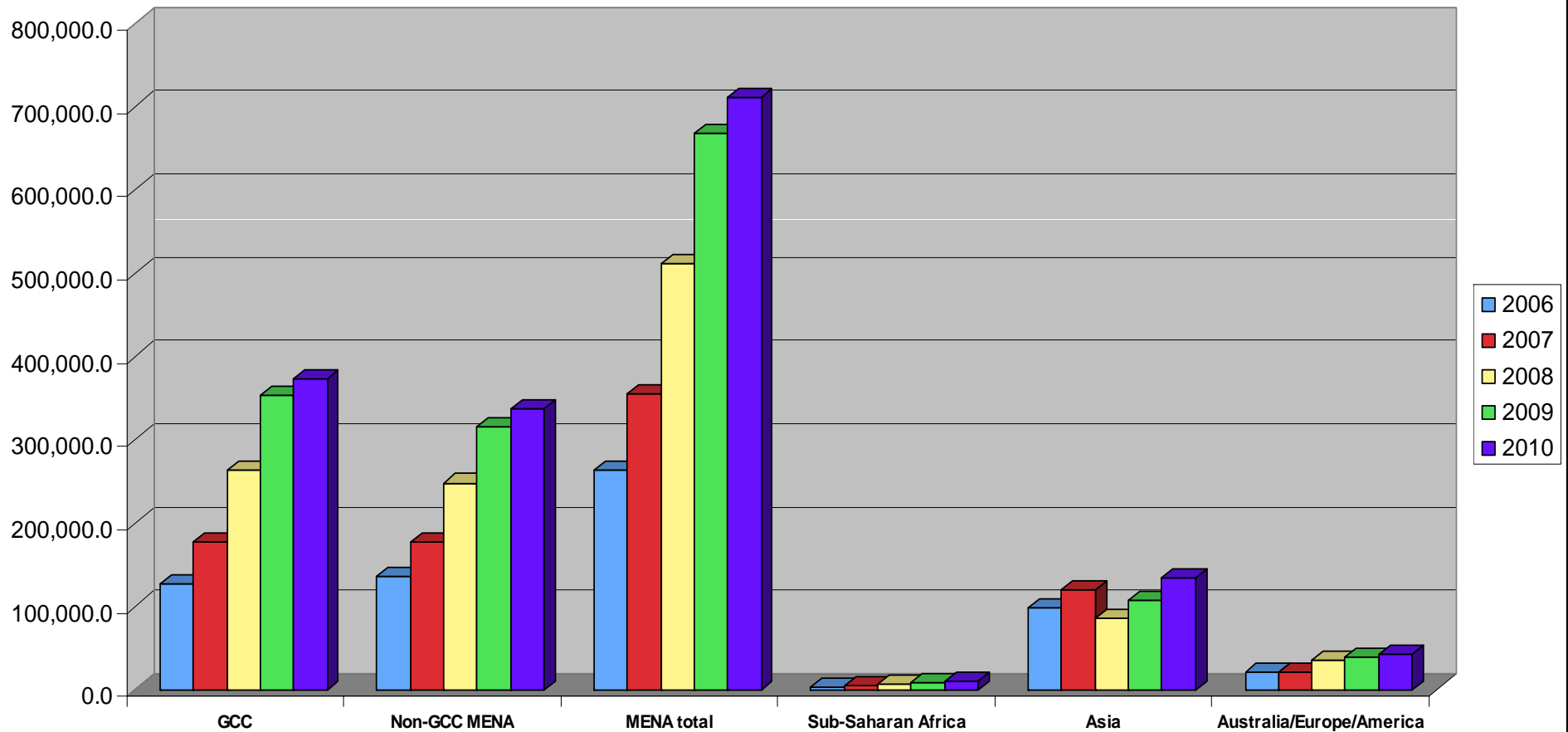
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# Top500 Islamic Shariah Compliant Asset Distribution

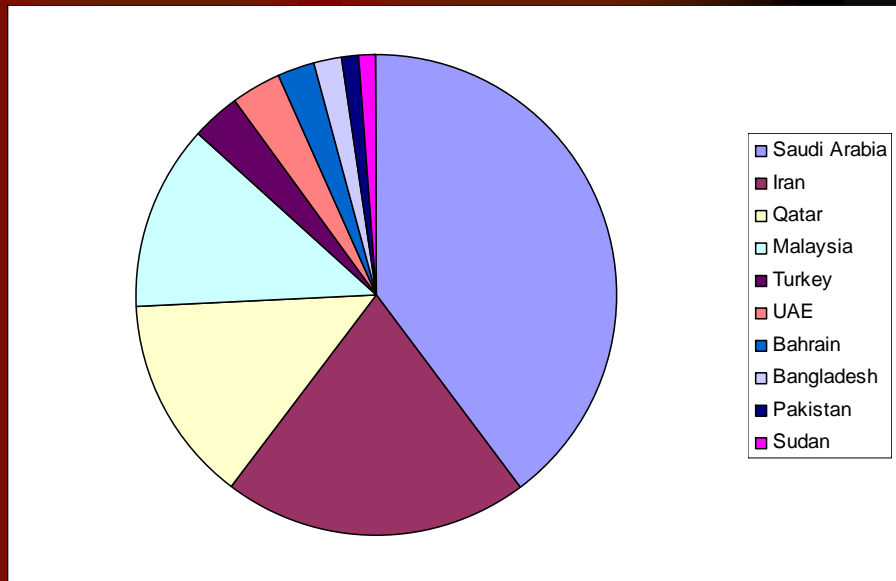


## Country by Country % Growth in Shariah-Compliant Asset

| Rank | Country               | 2010      | % Change |
|------|-----------------------|-----------|----------|
| 1    | Iran                  | 314897.36 | 7.41     |
| 2    | Saudi Arabia          | 138238.53 | 8.09     |
| 3    | Malaysia              | 106555.76 | 23.20    |
| 4    | UAE                   | 85622.57  | 1.89     |
| 5    | Kuwait                | 69046.62  | 2.09     |
| 6    | Bahrain               | 44858.32  | -2.82    |
| 7    | Qatar                 | 34675.98  | 26.02    |
| 8    | Turkey                | 22561.33  | 26.55    |
| 9    | United Kingdom        | 18948.95  | -2.38    |
| 10   | Bangladesh            | 9365.52   | 25.66    |
| 11   | Sudan                 | 8799.66   | 23.05    |
| 12   | Egypt                 | 7227.69   | 14.73    |
| 13   | Indonesia             | 7222.19   | 113.16   |
| 14   | Pakistan              | 6203.05   | 21.01    |
| 15   | Syria                 | 5527.70   | 44.00    |
| 16   | Jordan                | 4847.16   | 4.88     |
| 17   | Brunei                | 3314.66   | 3.54     |
| 18   | Yemen                 | 2338.70   | 77.40    |
| 19   | Algeria               | 1015.09   | 21.20    |
| 20   | Mauritius             | 992.20    | 5.16     |
| 21   | Switzerland           | 935.52    | -10.10   |
| 22   | Tunisia               | 770.11    | 21.80    |
| 23   | Singapore             | 725.00    | 17.31    |
| 24   | Palestine Territories | 612.47    | 101.14   |
| 25   | South Africa          | 381.66    | 65.19    |

## Top500 Islamic Profit Distribution

| Country      | Pretax Profit (Million \$USD) | % Overall Top500 |
|--------------|-------------------------------|------------------|
| Saudi Arabia | 6413.04                       | 43.84            |
| Iran         | 3332.09                       | 22.78            |
| Qatar        | 2240.08                       | 15.31            |
| Malaysia     | 2002.17                       | 13.69            |
| Turkey       | 563.74                        | 3.85             |
| UAE          | 520.21                        | 3.56             |
| Bahrain      | 412.62                        | 2.82             |
| Bangladesh   | 299.74                        | 2.05             |
| Pakistan     | 201.66                        | 1.38             |
| Sudan        | 168.70                        | 1.15             |



## Overall Top 500: Top25 Shariah Compliant Assets

| Rank | Country         | Institution                                       | Shariah Compliant Assets US\$ | % Change      | Pre-tax Profits | % Change      | Return on Assets(%) |
|------|-----------------|---------------------------------------------------|-------------------------------|---------------|-----------------|---------------|---------------------|
| 1    | Iran            | Bank Melli Iran, Tehran                           | 57,003.354                    | 3.48%         | 266.124         | -28.11%       | 0.47%               |
| 2    | Saudi Arabia    | Al Rajhi Bank                                     | 45,527.928                    | 4.50%         | 1,804.594       | 3.72%         | 4.05%               |
| 3    | Iran            | Bank Mellat, Tehran                               | 43,109.000                    | 3.50%         | n/a             | n/a           | n/a                 |
| 4    | Iran            | Bank Saderat Iran, Tehran                         | 41,981.000                    | -2.51%        | 319.000         | 55.61%        | 0.75%               |
| 5    | Kuwait          | Kuwait Finance House                              | 40,317.623                    | 7.88%         | 105.900         | -22.11%       | 0.27%               |
| 6    | Iran            | Bank Tejarat, Tehran                              | 34,545.845                    | 16.76%        | 396.035         | 24.66%        | 1.24%               |
| 7    | UAE             | Dubai Islamic Bank, Dubai                         | 22,834.844                    | -4.62%        | 136.922         | -38.96%       | 0.59%               |
| 8    | Iran            | Bank Sepah, Tehran                                | 22,502.000                    | -14.69%       | 388.000         | 193.94%       | 1.59%               |
| 9    | Iran            | Parsian Bank                                      | 19,783.000                    | 19.32%        | 405.170         | 8.51%         | 2.23%               |
| 10   | Iran            | Bank Maskan Iran (Housing Bank), Tehran           | 19,311.000                    | 47.69%        | 284.000         | n/a           | 1.75%               |
| 11   | UAE             | Abu Dhabi Islamic Bank                            | 18,618.989                    | 17.60%        | 162.111         | 28.84%        | 0.94%               |
| 12   | Iran            | Bank Keshavarzi (Agricultural Bank), Tehran       | 18,444.000                    | 10.61%        | 4.000           | -69.23%       | 0.02%               |
| 13   | Saudi Arabia    | National Commercial Bank Ltd, Jeddah              | 17,112.533                    | 6.06%         | 1,099.029       | 95.59%        | 1.72%               |
| 14   | United Kingdom  | HSBC Amanah (Global)                              | 16,699.000                    | 0.50%         | n/a             | n/a           | n/a                 |
| 15   | <b>Malaysia</b> | <b>Bank Rakyat</b>                                | <b>14,784.702</b>             | <b>21.35%</b> | <b>452.555</b>  | <b>25.57%</b> | <b>3.36%</b>        |
| 16   | Bahrain         | Al Baraka Banking Group                           | 13,623.237                    | 18.35%        | 124.800         | 2.19%         | 0.99%               |
| 17   | <b>Malaysia</b> | <b>Maybank Islamic Berhad</b>                     | <b>12,402.036</b>             | <b>19.29%</b> | <b>116.452</b>  | <b>0.73%</b>  | <b>1.02%</b>        |
| 18   | Iran            | Pasargad Bank                                     | 12,250.000                    | 27.93%        | 354.000         | 43.62%        | 3.24%               |
| 19   | Saudi Arabia    | Riyad Bank                                        | 11,912.533                    | 10.21%        | 808.129         | 14.85%        | 1.80%               |
| 20   | Saudi Arabia    | Saudi British Bank (SABB)                         | 11,198.000                    | -8.87%        | n/a             | n/a           | n/a                 |
| 21   | Qatar           | Qatar Islamic Bank                                | 10,789.203                    | 17.08%        | 492.905         | -14.29%       | 4.93%               |
| 22   | Iran            | Eghtesad Novin Bank                               | 10,237.910                    | 144.48%       | 200.129         | 104.27%       | 2.77%               |
| 23   | <b>Malaysia</b> | <b>BIMB Holdings (Bank Islam Malaysia Berhad)</b> | <b>9,268.323</b>              | <b>10.36%</b> | <b>23.411</b>   | <b>18.18%</b> | <b>0.27%</b>        |
| 24   | Saudi Arabia    | Arab National Bank                                | 8,506.667                     | -4.78%        | 632.003         | -4.67%        | 2.05%               |
| 25   | Saudi Arabia    | Banque Saudi Fransi                               | 8,124.800                     | 14.40%        | 658.081         | -11.99%       | 2.00%               |

# Top25 Malaysian Shariah Compliant Banks.

| Top 500 Rank | Institution                                | Shariah Compliant Assets US\$ | % Change | Pre-tax Profits | % Change | Return on Assets(%) |
|--------------|--------------------------------------------|-------------------------------|----------|-----------------|----------|---------------------|
| 15           | Bank Rakyat                                | 14784.70                      | 21.35    | 452.56          | 25.57    | 3.36                |
| 17           | Maybank Islamic Berhad                     | 12402.04                      | 19.29    | 116.45          | 0.73     | 1.02                |
| 23           | BIMB Holdings (Bank Islam Malaysia Berhad) | 9268.32                       | 10.36    | 23.41           | 18.18    | 0.27                |
| 27           | CIMB Islamic Bank Berhad                   | 7979.62                       | 46.51    | 49.79           | 74.69    | 0.74                |
| 32           | Public Bank Islamic Berhad                 | 6674.20                       | 37.63    | 136.91          | 37.35    | 2.38                |
| 40           | Bank Simpanan Nasional Berhad              | 5470.83                       | 12.01    | 136.36          | 100.45   | 2.63                |
| 42           | AMMB Holdings                              | 5274.79                       | 22.12    | 420.61          | 13.06    | 1.48                |
| 43           | AmIslamic Bank Berhad                      | 5259.22                       | 22.11    | 108.96          | 67.16    | 2.28                |
| 46           | Bank Muamalat Malaysia Berhad              | 4881.85                       | 15.99    | 41.06           | 231.80   | 0.90                |
| 56           | Cagamas Berhad                             | 4138.45                       | 5.73     | 163.26          | -0.91    | 1.66                |
| 63           | Kuwait Finance House (Malaysia) Berhad     | 3379.95                       | 20.25    | -8.81           | -178.62  | -0.28               |
| 66           | RHB ISLAMIC Bank Berhad                    | 3271.68                       | 24.28    | 25.28           | -24.32   | 0.86                |
| 73           | Hong Leong Islamic Bank Berhad             | 2669.19                       | 12.57    | 29.21           | 14.27    | 1.16                |
| 83           | EONCAP Islamic Bank Berhad                 | 2049.65                       | -1.06    | 15.36           | 98.61    | 0.75                |
| 86           | Affin Islamic Bank                         | 1905.33                       | 7.52     | 13.72           | 13.65    | 0.75                |
| 89           | Etiqa Takaful Berhad                       | 1831.02                       | 19.03    | 27.76           | 9.36     | 1.65                |
| 93           | Al Rajhi Banking & Investment Corp.        | 1665.23                       | 18.84    | 0.24            | 101.27   | 0.02                |
| 96           | Alliance Islamic Bank Berhad               | 1509.33                       | 49.42    | 7.17            | 36.47    | 0.57                |
| 99           | OCBC Al-Amin Bank                          | 1422.54                       | 30.49    | 6.96            | 1120.98  | 0.55                |
| 100          | Standard Chartered Saadiq Malaysia Berhad  | 1395.99                       | -10.78   | 5.10            | 317.20   | 0.34                |



# Top25 Indonesian Shariah Compliant Banks

| Top500 Rank | Institution                         | Shariah Compliant Assets US\$ | % Change | Pre-tax Profits | % Change | Return on Assets (%) |
|-------------|-------------------------------------|-------------------------------|----------|-----------------|----------|----------------------|
| 75          | PT Bank Syariah Mandiri             | 2,344.312                     | 29.13%   | 46.188          | 51.29%   | 2.22%                |
| 91          | PT Bank Muamalat Indonesia, Jakarta | 1,705.019                     | 27.09%   | 6.889           | -78.25%  | 0.45%                |
| 147         | PT Bank Negara Indonesia            | 564.776                       | 32.14%   | 356.126         | 73.24%   | 1.56%                |
| 154         | PT Bank Shyariah Mega Indonesia     | 466.169                       | 41.53%   | 8.913           | 253.27%  | 2.24%                |
| 179         | PT Bank BRI Syariah (BRIS)          | 338.126                       | 558.19%  | n/a             | n/a      | n/a                  |
| 195         | PT Ansuransi Jasindo (Takaful)      | 264.092                       | 16.86%   | 21.060          | 21.05%   | 8.59%                |
| 197         | PT Bank BTN                         | 240.071                       | 44.95%   | 79.342          | 12.15%   | 1.44%                |
| 204         | PT Bank Niaga (CIMB Niaga)          | 210.947                       | 50.37%   | 230.382         | 99.74%   | 2.06%                |
| 205         | PT Bank Syariah Bukopin (BSB)       | 210.101                       | 225.87%  | 0.238           | 121.87%  | 0.17%                |
| 219         | PT Bank Permata                     | 163.662                       | 18.55%   | 81.556          | 1.57%    | 1.39%                |
| 238         | PT Bank Jawa Barat                  | 111.869                       | 41.41%   | 104.827         | 20.32%   | 3.37%                |
| 244         | PT Bank Danamon                     | 104.636                       | -4.60%   | 252.187         | -11.47%  | 2.30%                |
| 260         | PT Bank DKI                         | 74.433                        | 13.50%   | 21.403          | 17.00%   | 1.46%                |
| 269         | PT Bank International Indonesia     | 53.570                        | 42.17%   | 4.174           | -93.84%  | 0.07%                |
| 270         | PT Syarikat Takaful Indonesia       | 53.458                        | 13.41%   | 1.677           | 185.54%  | 3.33%                |
| 273         | PT BPD Sumatera Utara (SUMUT)       | 52.287                        | 34.66%   | 62.198          | 55.65%   | 5.99%                |
| 280         | BPD Aceh                            | 46.332                        | 461.97%  | 19.060          | 33.68%   | 1.76%                |
| 281         | PT Ansuransi Takaful Keluarga       | 45.458                        | 13.22%   | 1.246           | 165.37%  | 2.91%                |
| 285         | HSBC (HSBC Amanah Indonesia)        | 41.249                        | 24.88%   | 105.698         | -22.04%  | 2.28%                |
| 294         | PT Bank Riau (Syariah)              | 31.869                        | 25.23%   | 35.202          | -1.52%   | 2.83%                |
| 299         | PT BPD Kalimantan Barat             | 29.799                        | 86.09%   | 12.670          | 0.43%    | 2.32%                |
| 303         | PT BPD Kalimantan Selatan           | 25.457                        | 61.47%   | 17.771          | 41.41%   | 4.30%                |
| 312         | PT Asuransi Syari'a Mubarakah       | 14.857                        | -0.56%   | -0.168          | 70.49%   | -1.13%               |
| 315         | PT BPD Sumatera Selatan             | 12.037                        | 58.51%   | 30.339          | -10.42%  | 6.17%                |
| 317         | PT Ansuransi Takaful Umum           | 10.866                        | 10.32%   | 0.734           | 102.01%  | 7.09%                |



# Islamic bank challenges

- 25% of world population is Muslim, 8%-17% is unbanked
- Standardise and make transparent
- Must compete on cost
- Better financial infrastructure
- Better skills
- Cross-sell, segment
- Reach the masses