SHARIAH AUDIT & COMPLIANCE FOR ISLAMIC BANKING

Special Offer
25% discount on a single 1-year subscription when confirming your place on this course. 

Course highlights
- Examining the function of the Shariah control, compliance and audit systems in an Islamic Financial Institution
- Identifying potential obstacles, pitfalls and areas of improvement in the overall Shariah audit and control process
- Using practical examples of how to execute real-life Shariah compliance and Shariah audit functions in a bank
- Understanding the various standards and codes of important industry standard setting bodies

21st - 22nd May 2014
DUBAI

Visit www.MIFtraining.com today or call +603 2162 7800 for more information

Expert Course Director
Dr. Salman Khan
Head of Shariah Office (Dubai & NE) at a leading GCC-based Islamic Bank
Course Introduction

One of the most important requirements for Islamic financial institutions (IFIs) is to carry out their activities in accordance with the principles of Shariah. In this regard, it is essential to have a comprehensive, robust and well-functioning Shariah control system to ensure that all products and services approved and provided by the IFI are widely recognized as being Shariah compliant, not only at the point of approval or ratification, but also in terms of ongoing operations.

Correspondingly, a sound Shariah audit system must be in place to forensically examine the institution’s performance on a regular basis and identify incidences of incorrect or incomplete transactional flows with the aim of rectifying and improving performance in a continual and sustainable manner, and following the necessary Shariah, governance, and ethical, financial and regulatory standards.

With this background in mind, this practical, interactive and hands-on course has been developed. The program has been designed to deliver the following key objectives:

• To describe the working of the Shariah control, compliance and audit systems in an Islamic Financial Institution (IFI), including all the different stages and various sequential processes involved in each activity.
• To identify potential obstacles, pitfalls and areas of improvement in the overall Shariah audit and control process, generally and specifically.
• Analysing numerous practical examples to gain a thorough understanding of how to execute real-life Shariah compliance and Shariah audit functions in a bank.
• Understanding the importance and relevance of governance standards of Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI) to the Shariah compliance and audit process.
• Familiarizing ourselves with the importance and relevance of other standards and codes of the different standard setting bodies, including AAOIFI, IFSB, IFRS, etc.

Expert Course Director

Dr Salman Khan is Head of Shariah Office (Dubai & NE) at a leading GCC-based Islamic Bank. Dr Khan possesses multifaceted experience and expertise across a wide range of activities including Islamic finance instruction and training, Shariah-based product development and structuring, Shariah review, Shariah consultancy, and Shariah coordination. Previously, Dr Khan worked in the field of Shariah advisory in London, UK. Dr Khan obtained a Doctorate in Economics from Oxford University, an MPhil in Development Studies from Cambridge University and a BSc (Hons) in Economics from University College London. He is a strong advocate of the ‘substance and form’ viewpoint with regard to Islamic finance.

Course Agenda

Day 1

Introduction

• Overview - key issues
  o Islamic Finance: theory vs. practice
  o Working within the structure
  o Compulsory vs. voluntary
• Defining Shariah control
  o Shariah compliance vs. Shariah audit
• Objectives of Shariah control
  o Achieving Shariah compliance
  o Maintaining Shariah compliance
• Three crucial areas
  o Design
  o Operation
  o Maintenance

Achieving Shariah Compliance – Key players and their roles/areas of operation

• Within the IFI – including:
  o Shariah Supervisory Board (SSB)
    - Various models
  o Shariah department staff
    - Shariah compliance
    - Shariah coordination
    - Shariah Audit
• Outside the IFI – including:
  o Standard setting bodies
    - AAOIFI
    - IFSB prudential standards and guidelines
    - IASB
    - Central banks/regulatory authorities
  o External Shariah auditors
  o Legal firms
Achieving Shariah compliance - issues to consider
- Key applied support systems:
  - Documents
  - IT systems
- Standardisation
  - Policies and procedures
  - Product manuals

Day 2

Achieving Shariah compliance - theoretical base
- Products
- Processes
  - SSB
  - Shariah approval
  - Investment screening

Achieving Shariah compliance - in practice
- Case Study 1: Murabahah open account
- Case Study 2: Ijarah syndication transaction
- Case Study 3: Mudarabah for trade finance

Maintaining Shariah compliance
- Compliance procedures:
  - Checks
  - Strong systems
  - Procedural flows
  - Sampling
  - Analysis and reporting
- Shariah audit and review
  - Primary responsibilities of Shariah auditor
  - Objectives of Shariah audit
- Shariah audit: theoretical base
  - Matrix
    - Departments
    - Products
    - Types
    - Categories
  - Processes
    - Shariah Supervisory Board
    - Shariah approval
    - Investment screening
    - Violations

Day 3

How to perform Shariah audit in practice
- Case studies in detail
  - Murabahah 1
  - Murabahah 2
  - Murabahah 3
  - Ijarah 1
  - Ijarah 2
  - Ijarah 3
  - Istisna
  - Mudarabah/Musharakah

Important issues in Shariah Control
- Shariah Governance
- Accounting treatment
- Staff knowledge
- Violations
- Customer service

Course Conclusion and Review

* All ideas and views expressed by Dr Khan in his presentations are based entirely on his personal convictions and do not seek to represent the views of any organisation or other person in any way.
1. Pricing & Discount

The pricing for this course is as follows:

<table>
<thead>
<tr>
<th>I am booking:</th>
<th>Pricing</th>
</tr>
</thead>
<tbody>
<tr>
<td>Register on or before 27th March 2014</td>
<td>USD$1,080</td>
</tr>
<tr>
<td>Register on or before 24th April 2014</td>
<td>USD$1,140</td>
</tr>
<tr>
<td>Register After 24th April 2014</td>
<td>USD$1,200</td>
</tr>
</tbody>
</table>

Please note: A late booking fee of MYR 150 will be imposed on registration received within 14 days of the course start date. Fees include training materials, refreshments and lunch. Accommodation is not included.

2. Delegate details

<table>
<thead>
<tr>
<th>Name</th>
<th>Job Title</th>
<th>Email address</th>
<th>Telephone</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

3. Who to invoice and contact?

Please tell us who you 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: .................................  Tel: ................................  Fax: .................................

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

Please note all telegraphic transfer fees, taxes and levies (domestic or otherwise) shall be borne by the sponsoring organization.

4. 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, Payment and Cancellation policy below.

5. Send us your registration!

By email: enquiry@redmoneytraining.com  By fax: +603 2162 7810

You may also book online at http://www.miftraining.com

Please call us on: +603 2162 7808 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 course. You are also confirming your understanding of our Booking, Payment and Cancellation Policy.

Cancellation: If delegates cannot attend the course replacement participants are always welcome. Otherwise delegates must request in writing (letter, fax or email) to cancel registration/or transfer to a different course at least 21 days before the course start date to be eligible for a refund, less a 5% administration fee. Delegates who cancel within 21 days of the course start date, or who do not attend, are liable to pay the full course fee and no refunds will be given. Instead fees will be converted to a REDmoney Training course 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 course is postponed for whatever reason delegate bookings will be automatically transferred to the new course date. Delegates who wish to transfer to a different course will be subject to the same terms as above and charged the difference in course fees. No refunds or course vouchers will be issued for a no-show.

Payment Terms: All course fees are to be received before the course start date. REDmoney shall receive the full course fee with no deductions of any description. All telegraphic transfer fees, taxes and levies (domestic or otherwise) shall be borne by the sponsoring organization.

©REDmoney reserves the right to amend the published program or speaker. In the event of course cancellation due to unforeseen circumstances, REDmoney is liable only to refund the cost of the course.