

The International Takaful Summit

18 February, 2015 . The Savoy. London

Session X

Financial Inclusion, Micro Takaful and Innovative Use of *Zakat*



Overview

Unbanked Population

- IS Total Adult Population – 4.7 Billion

- IS Unbanked – 2.5 Billion

- IS Unbanked on <US\$5 / Day

- IS India 760 Million

 - IS Banked (48%) – 365 Million

 - IS > US\$ 5 / Day 20 Million

 - IS < US\$ % / Day – 345 Million

- IS Unbanked – Urban / Rural Divide

 - IS Policy Environment


Some Target Countries


Muslim Population

-  India – 200 Million
-  Pakistan – 160 Million
-  Bangladesh – 160 Million
-  Indonesia – 200 Million
-  Nigeria – 91 Million
-  Egypt - 74 Million
-  Ethiopia – 53 Million
-  Sudan – 22 Million
-  Tanzania – 22 Million


Financial Inclusion

 Arab States – 33%


 Oman – 33% (71% Urban)


 Yemen – 14% (27% Urban)

 South Asia – 42%

 Pakistan – 12% (35% Urban)

 Sub-Saharan Africa – 20%


 Kenya – 10% (21% Urban)


 Nigeria – 15% (48% Urban)


 High Income OECD – 92%

Financial Inclusion


Arab States – 33%

 Saudi Arabia – 62% (81% Urban)


 Egypt – 41% (43% Urban)


 Iraq – 17% (67% Urban)

South Asia – 42%

 Malaysia – 60% (67% Urban)

 Indonesia – 40% (48% Urban)

 India – 48% (29% Urban)

 Bangladesh 31% (25% Urban)

High Income OECD – 92%

Financial Inclusion

 Islamic Finance & Takaful Addressing
a Minority of Muslim Population

 Importance

 Development Impact

 Key Developments in Creating
Financial Inclusion:

 Iran

 India

 Egypt

Emerging Global Innovations

 Delivery Methods

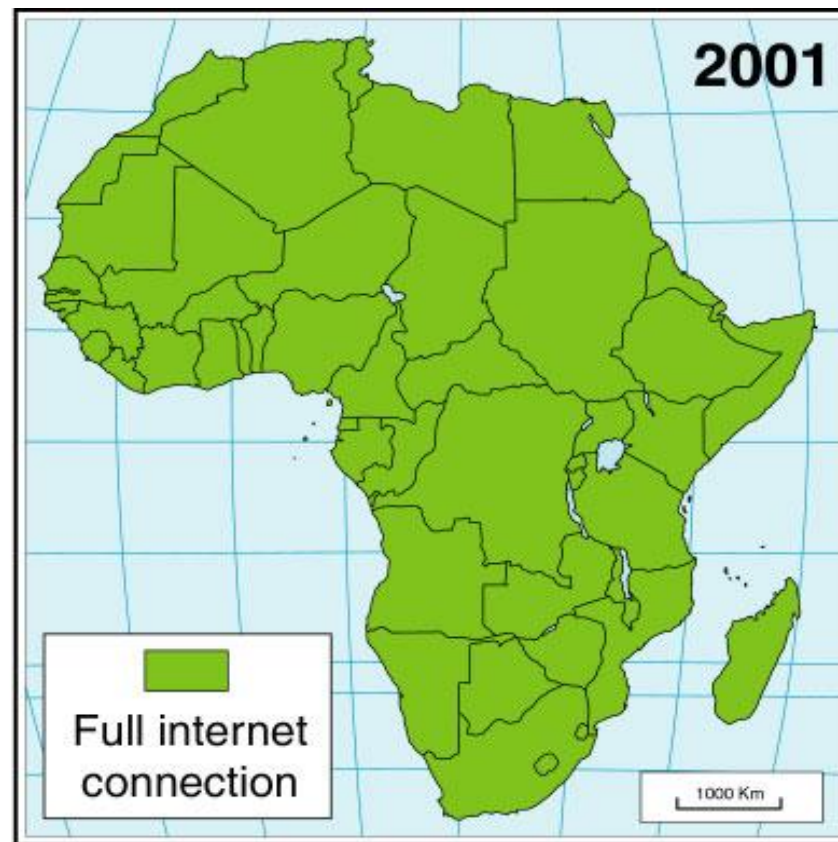
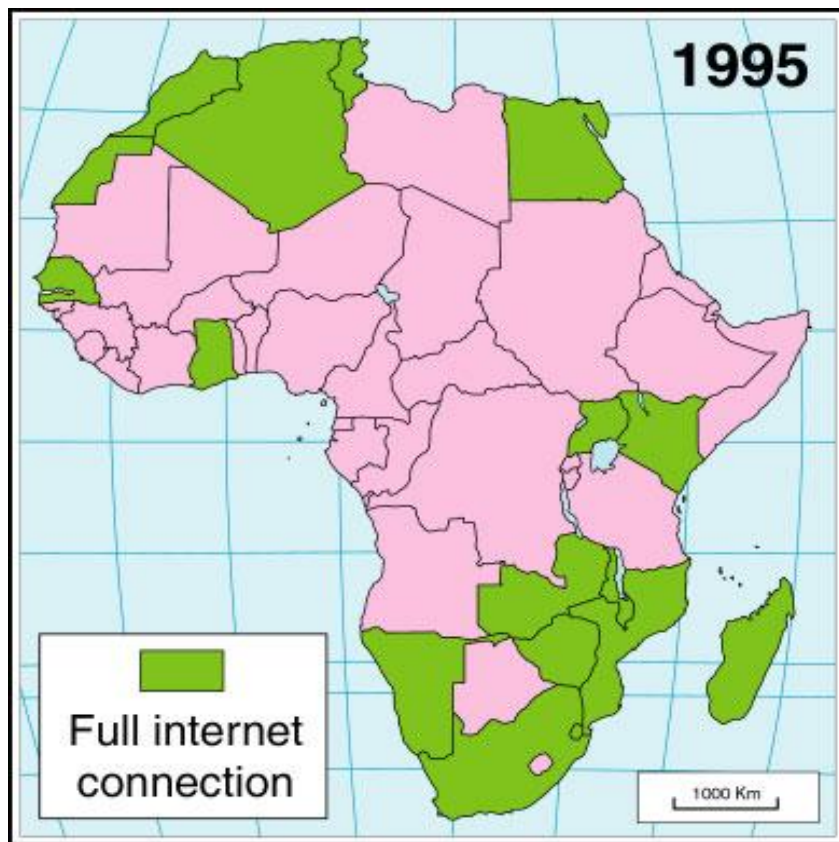
 Overcoming Handicaps

 Use of Mobile Technology

 Kenya and M-Pesa

 Other Options

Africa – Internet Connectivity





Experience of Bangladesh

Impact of Policy Environment

-  Higher Banked Population – 31%
-  Micro Finance
-  Grameen
-  BRAC
-  Developmental Impact
-  Financial Inclusion
-  Up to 2% Per Annum GDP Uplift

Micro Finance and Micro Takaful

-  Microfinance
-  Islamic Microfinance
-  Micro Insurance
-  Micro Takaful
-  Micro Finance and Micro Takaful
-  Zakat
-  Use of Zakat in Micro Takaful
-  Leveraging Value Add to Micro Finance
-  Implications for Financial Inclusion

Muslim Aid and Amanah Takaful

 Micro Finance Micro Takaful Synergy

 Out Reach to General Population

 Gap in Takaful Provision

 <https://www.youtube.com/watch?v=eLWaBOTjIPE>

Thank you...

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