

# **Islamic Fund and Wealth Management Blueprint (IFWM Blueprint)**

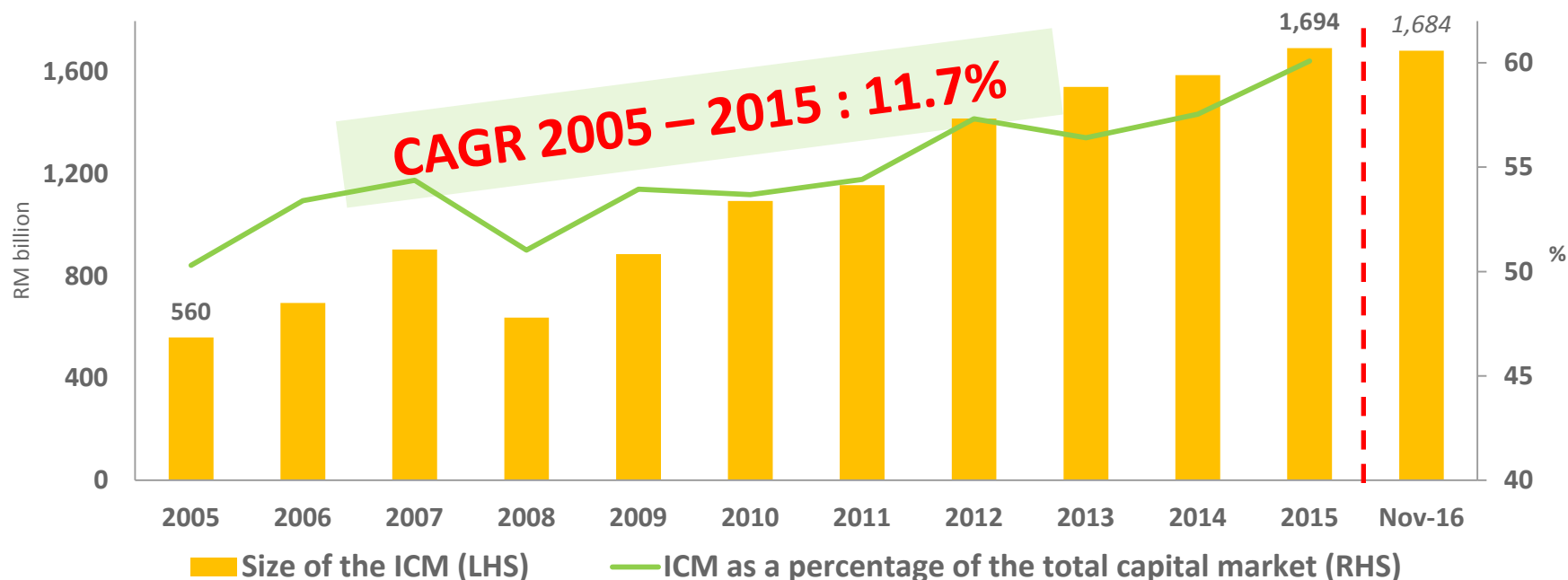
**12 January 2017**

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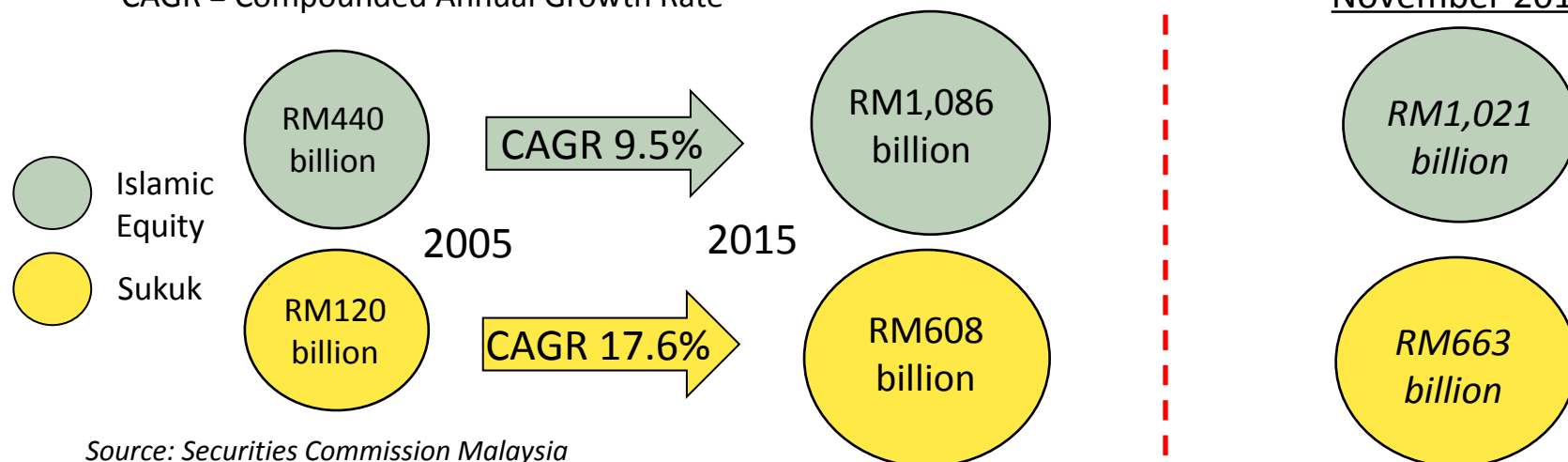
## Malaysia's Islamic Capital Market: Key Achievements

# Malaysia's ICM has grown to RM1.7 trillion



CAGR = Compounded Annual Growth Rate

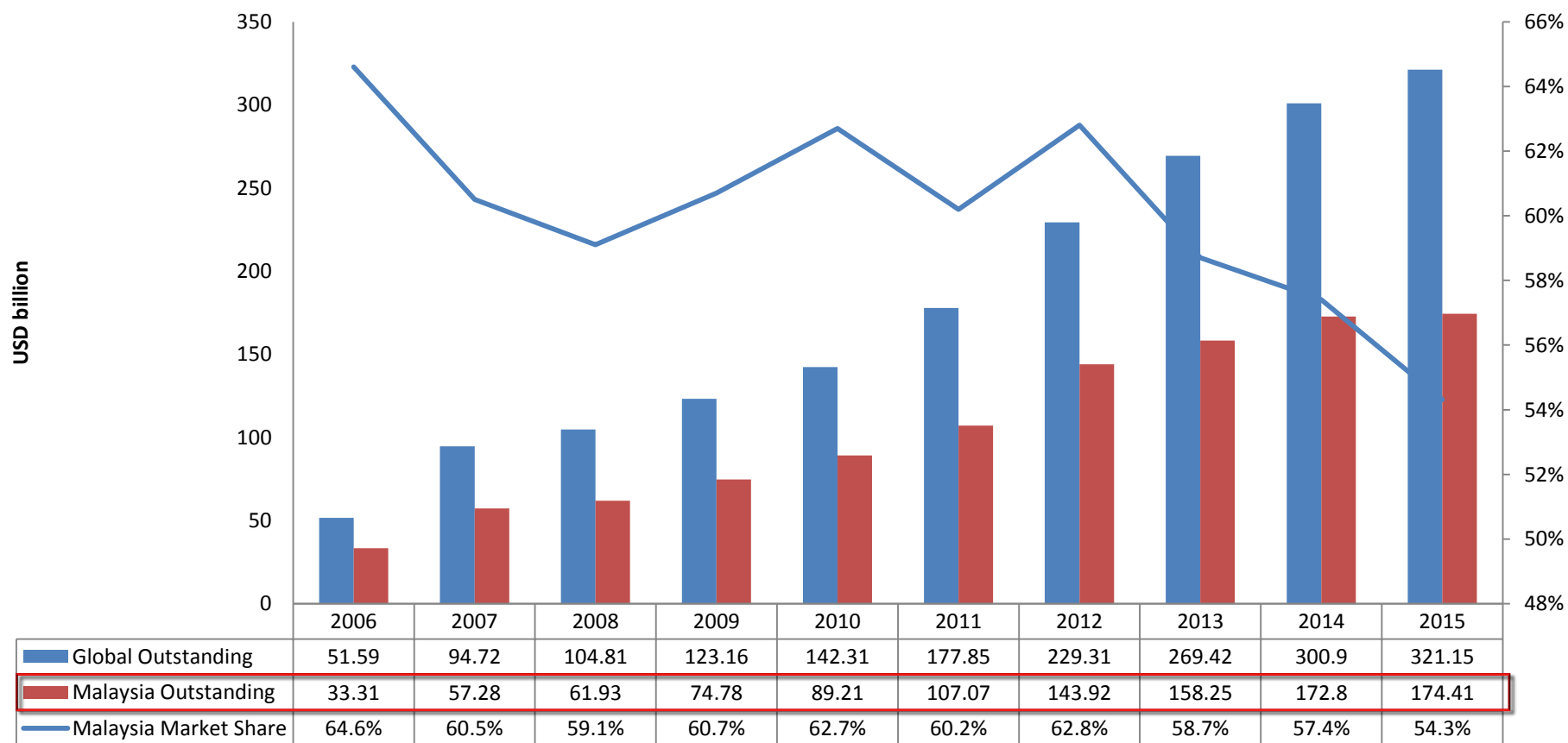
November 2016



Source: Securities Commission Malaysia

# Malaysia continues to lead the global sukuk market...

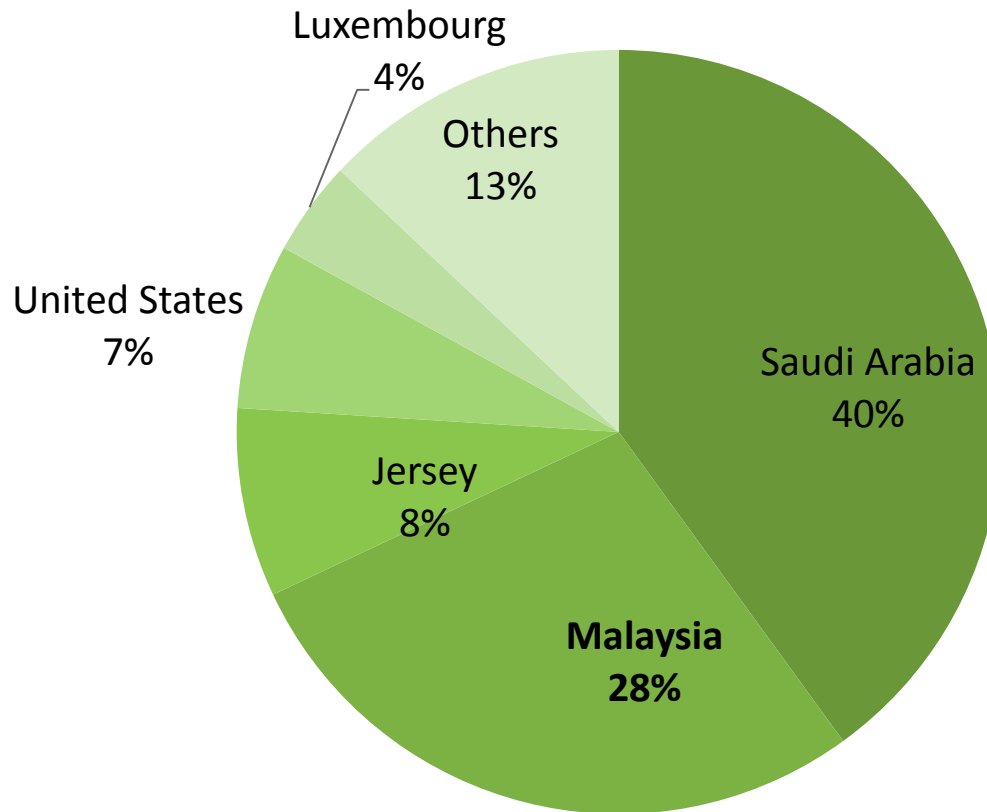
Share of sukuk outstanding stood at 54.3% as at end 2015



Source: Zawya

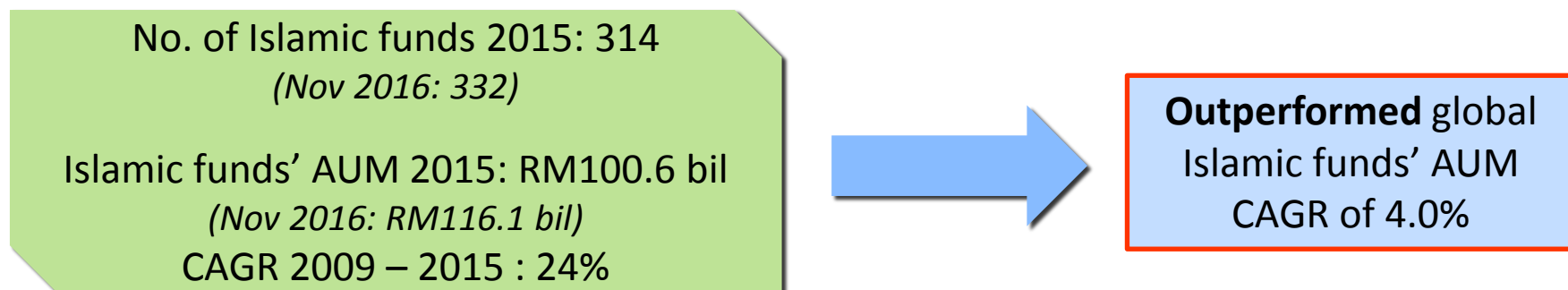
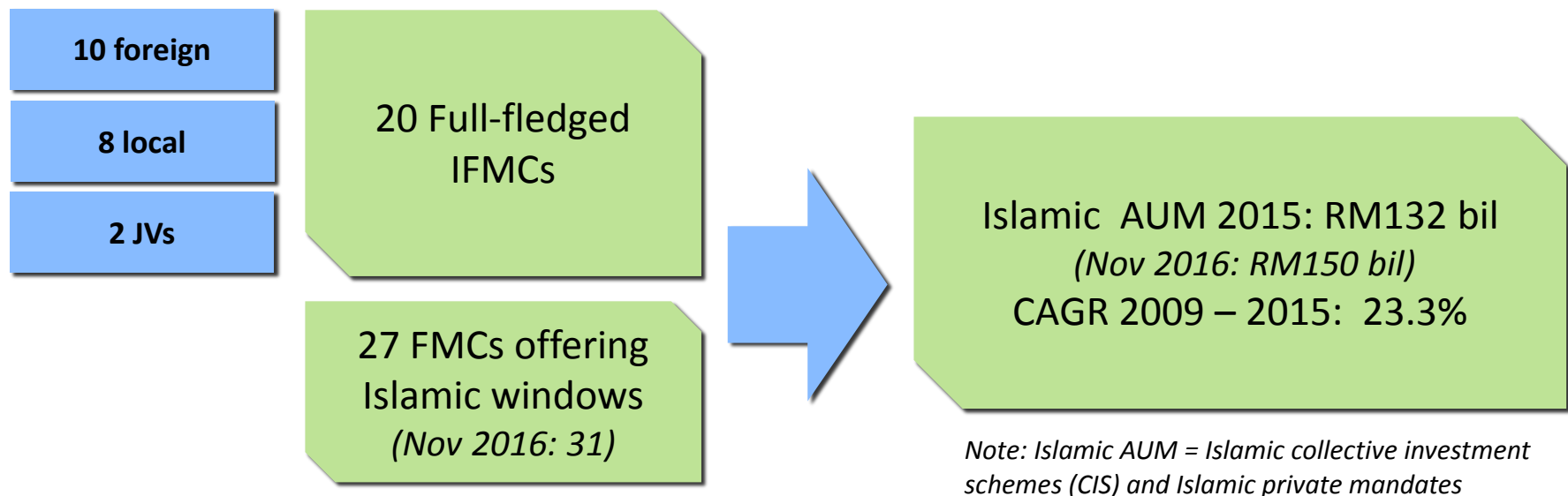
# ...and accounts for significant share of the global Islamic funds market

**Second largest AUM by domicile at 28% in 2015**



**Number of Islamic funds grew at 14% CAGR from 285 in 2004 to 1,220 in 2015**

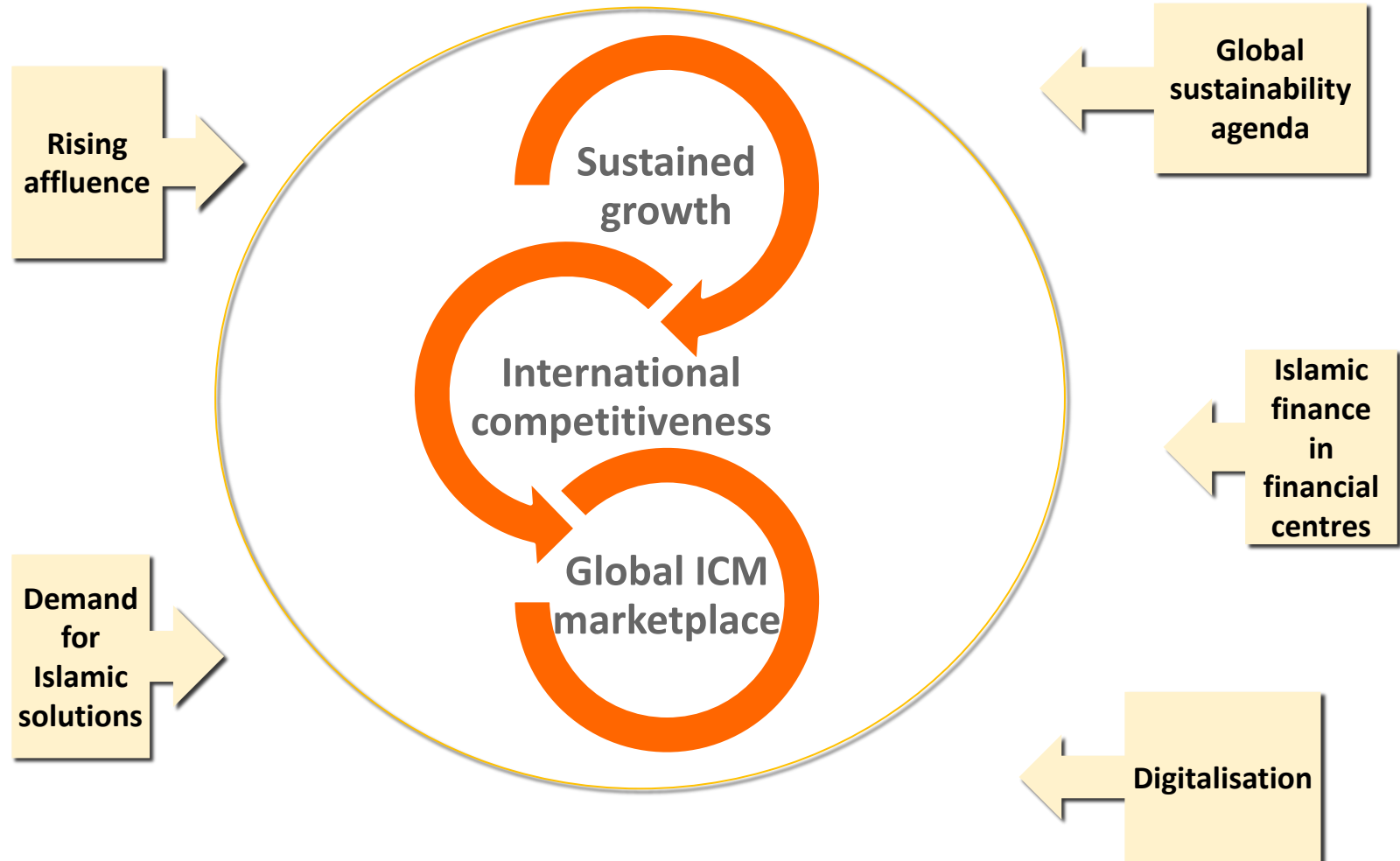
# Domestic Islamic funds industry outpaces global growth



*Note: Islamic funds refer to Islamic CIS which include unit trust funds, wholesale funds, private retirement schemes, exchange traded funds and real estate investment trusts*

*Sources: Securities Commission Malaysia, Islamic Financial Services Board*

# Moving Malaysia's ICM forward - navigating through changing global landscape



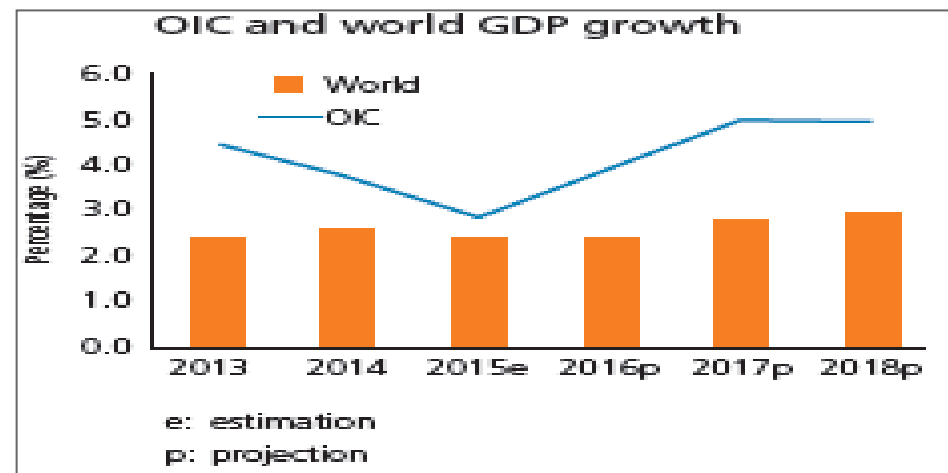
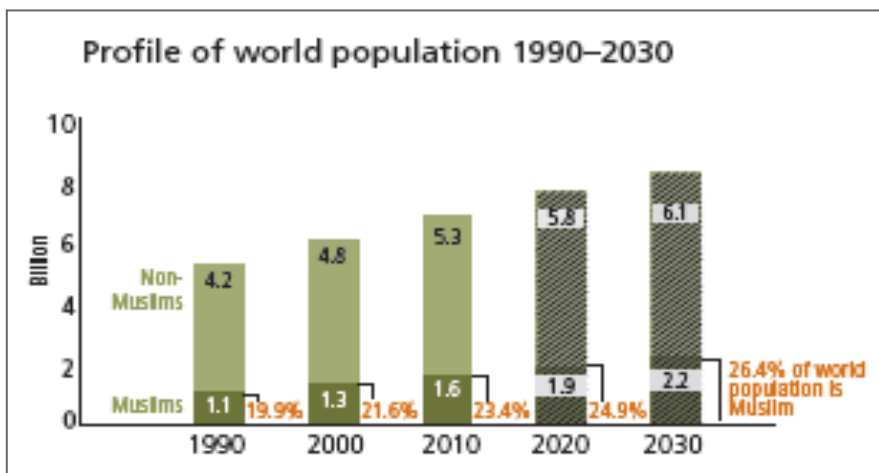
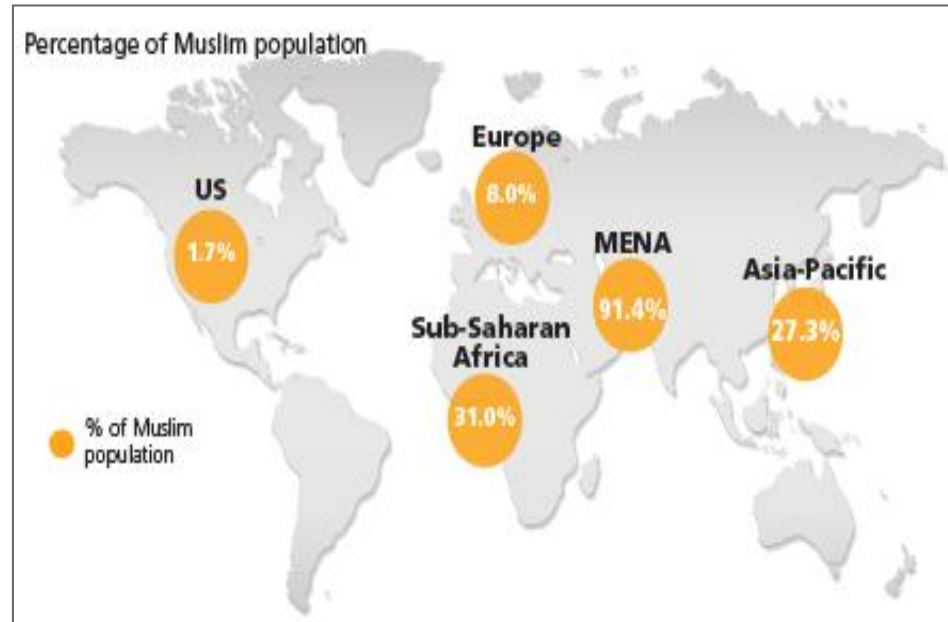
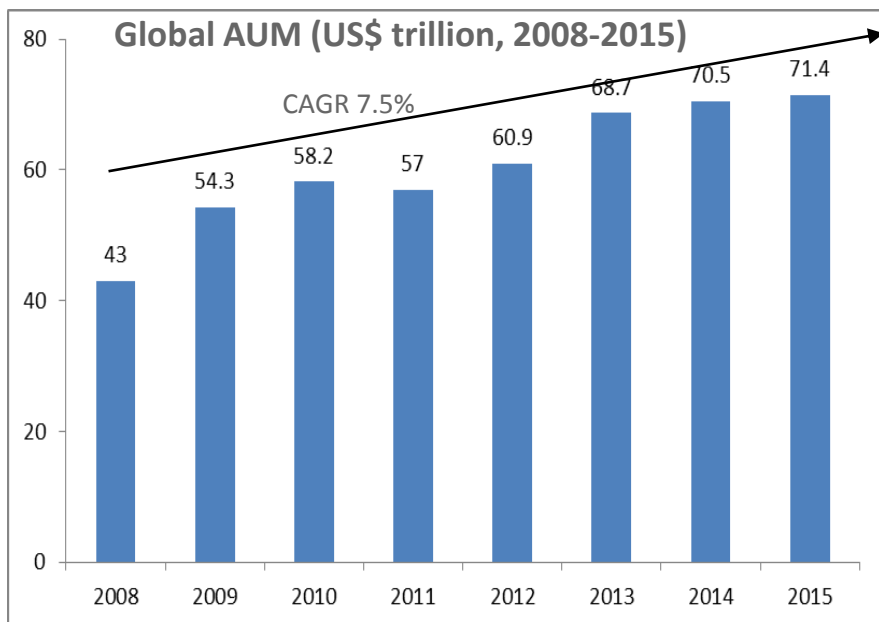
# The next growth driver for ICM...

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Islamic Fund and Wealth Management

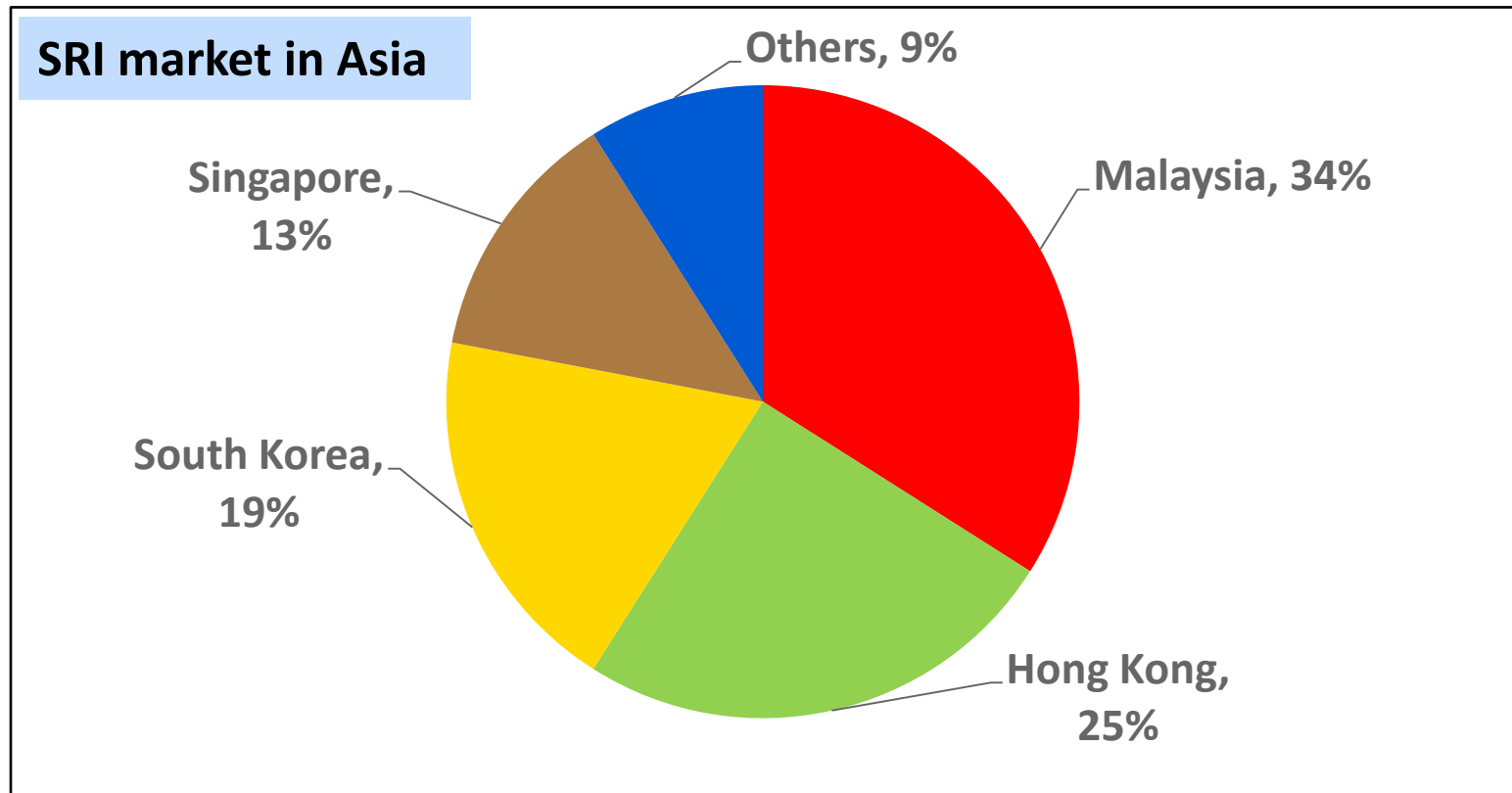
# Supported by global trends...



## ... and growth in sustainable investment

The global sustainable investment market rose by 61% from US\$13.3 trillion at the start of 2012 to US\$21.4 trillion at the start of 2014

Source: Global Sustainable Investment Alliance 2014



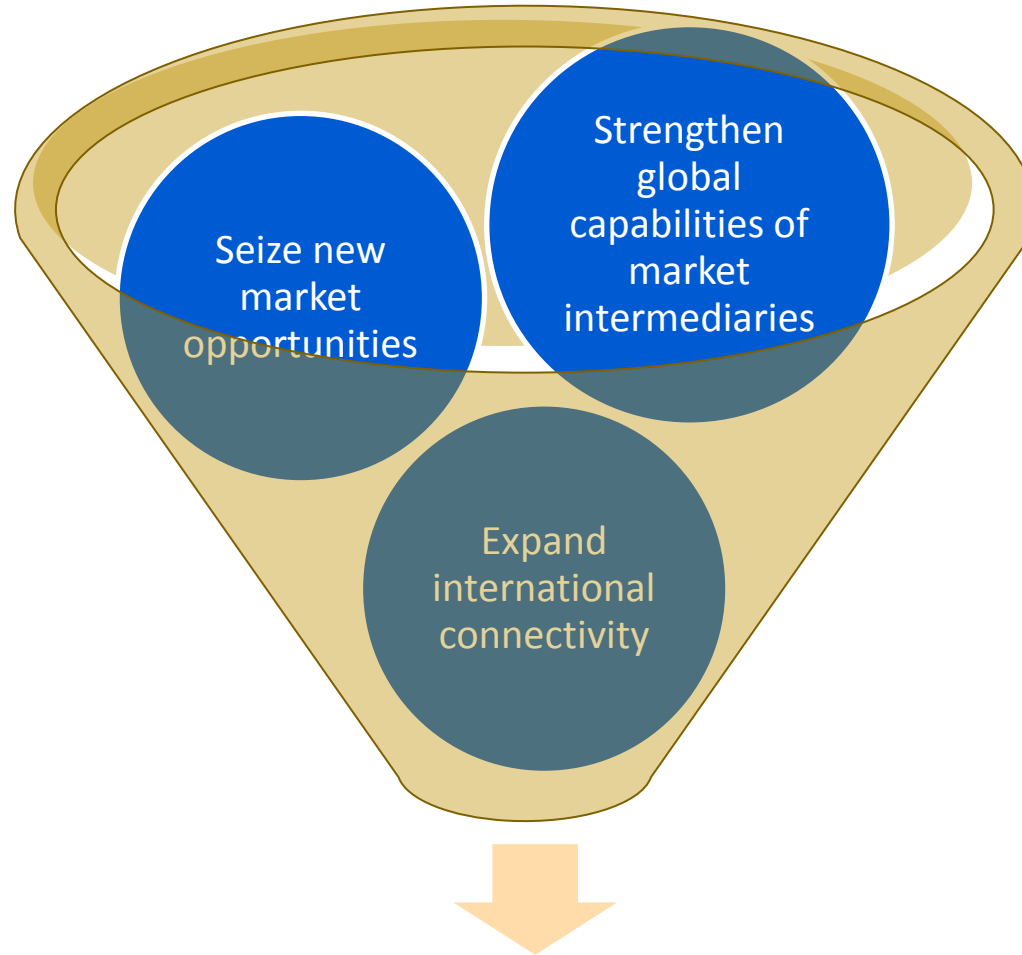
Source: Asia Sustainable Investment Review 2014

# The Blueprint's Vision



**Malaysia to be a leading  
international centre for Islamic  
fund and wealth management**

# The guiding principles



**IFWM Blueprint:  
Thrusts and Recommendations**

# Three strategic thrusts



Strengthen  
Malaysia's  
positioning as a  
global hub for  
Islamic funds



Establish  
Malaysia as a  
regional centre  
for Shariah-  
compliant  
Sustainable  
and  
Responsible  
Investment



Develop  
Malaysia as an  
international  
provider of  
Islamic wealth  
management  
services

# IFWM Blueprint: Thrust 1



Strengthen  
Malaysia's  
positioning  
as a global  
hub for  
Islamic funds

- **Leverage on existing strength in Islamic funds**
- **Widen the international base of the industry to develop critical mass by scaling-up operations and offerings**
- **Enhance supply and diversity of Islamic investment instruments**

# IFWM Blueprint: Thrust 2



Establish  
Malaysia as a  
regional centre  
for Shariah-  
compliant  
Sustainable and  
Responsible  
Investment

- **Build upon Malaysia's position as Asia's largest SRI market for its Islamic funds**
- **Leverage commonalities in the underlying principles between Islamic investing and SRI**
- **Enhance and strengthen the SRI ecosystem and its entire value chain**
- **Align with the national agenda on sustainability**

# IFWM Blueprint: Thrust 3



Develop  
Malaysia as an  
international  
provider of  
Islamic wealth  
management  
services

- **Capitalise on Malaysia's comprehensive Islamic finance ecosystem to drive development and growth**
- **Develop supporting infrastructure and create a more conducive and enabling environment**
- **Strengthen intermediation capability across the value chain of Islamic wealth management cycle**

# IFWM Blueprint: Recommendations



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THANK YOU