

NAME OF SUBJECT	TAKAFUL	
LEARNING & SKILL OUTCOMES	OBJECTIVES	
Appraise and understand the basic takaful principles and practice within the takaful legal and regulatory framework and the comparison between takaful and insurance operations	<ul style="list-style-type: none"> Appraise the shariah and legal framework of takaful. Appraise the principles of jurisprudence, applied legal maxims for takaful Appraise the role of takaful business in Islamic economy and financial system 	
Compare and understand the conceptual and practical aspects of takaful, the link between both and the differences between takaful and conventional insurance	<ul style="list-style-type: none"> Compare the differences between takaful and conventional concept and practices. 	
Appraise and understand the various principles, concepts and underlying contracts applied in general and family takaful business	<ul style="list-style-type: none"> Appraise the mu'amalah principles for takaful and apply the knowledge in real practice Appraise the takaful different contracts and models 	
CONTENT OUTLINE		
SHARIAH AND LEGAL FRAMEWORK OF TAKAFUL		
<ul style="list-style-type: none"> Introduction to shari'ah and law Overview of the English and Malaysian legal system Difference between shari'ah and civil law Concept and legal justification of takaful 		
PRINCIPLES OF JURISPRUDENCE FOR TAKAFUL		
<ul style="list-style-type: none"> Introduction to principles of jurisprudence Primary sources of shari'ah Secondary sources of shari'ah The methodology of juristic opinion and their applications in takaful 		
APPLIED LEGAL MAXIMS AND PRINCIPLES IN TAKAFUL		
<ul style="list-style-type: none"> Introduction to legal maxims and principles Function of legal maxims and principles Selected maxims and principles and their applications in takaful 		
OBJECTIVES OF THE SHARI'AH IN THE CONTEXT OF TAKAFUL		
<ul style="list-style-type: none"> Objectives of the shari'ah Levels of objectives Harm-benefit analysis Applications in takaful operations 		
MU'AMALAH PRINCIPLES FOR TAKAFUL		
<ul style="list-style-type: none"> Introduction to mu'amalah Tenets and conditions in mu'amalah Types of mu'amalah and their shariah requirements Prohibited types of mu'amalah (including gharar, maisir and riba) 		
TAKAFUL CONTRACTS AND MODELS		
<ul style="list-style-type: none"> The mudarabah contract and model The wakalah contract and model The wadi'ah contract and model The ju'alah contract and model 		

<ul style="list-style-type: none"> • The waqf contract and model • Hybrid models • Issues relating to the takaful models
<p>PRINCIPLES OF INSURANCE AND THEIR LEGAL APPLICATIONS IN TAKAFUL</p> <ul style="list-style-type: none"> • Proximate cause • Utmost good faith • Insurable interest • Indemnity • Contribution
<p>ISLAMIC FINANCIAL SERVICES ACT 2013</p> <ul style="list-style-type: none"> • Shari'ah requirements • Prudential requirements • Business conduct and consumer protection
<p>COMPARISON BETWEEN INSURANCE AND TAKAFUL OPERATIONS</p> <ul style="list-style-type: none"> • Contractual models • Underwriting • Claims • Retakaful • Investment • Accounting • General management
<p>TUTORIAL</p> <ul style="list-style-type: none"> • Outline the shariah framework, definition and ideology of takaful and the prohibited elements of conventional insurance • Explain the various structures of takaful operators • Differentiate between the mudraba various structures of takaful operators • Differentiate between the mudraba model and wakala model • Explain how surplus is treated and its distribution model and wakala model • Outline market trends and main providers • Discuss key products and services such as general takaful, family takaful, distribution, Bancatakaful and future challenges facing takaful distribution • Outline the demand for takaful insurance and the needs which it serves in the muslim • Outline the demand for takaful insurance and the needs which it serves in the muslim community • Explain re-takaful and its operation and models • Outline the objectives and services of the international cooperative and mutual Insurance Federation (ICMIF) and its role in the development of takaful. • Define micro-insurance and its characteristics • Discuss the challenges faced by insurance providers • Explain the linkage between micro-insurance and takaful • Outline some examples where micro-takaful helps to ensure the long-term self sustainability of the individual & his family to stay above the poverty line. • Discuss future prospects and opportunities for the takaful market