



# Islamic Finance: Global Context & African Growth

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# Global Islamic Financial Services Industry: 2017

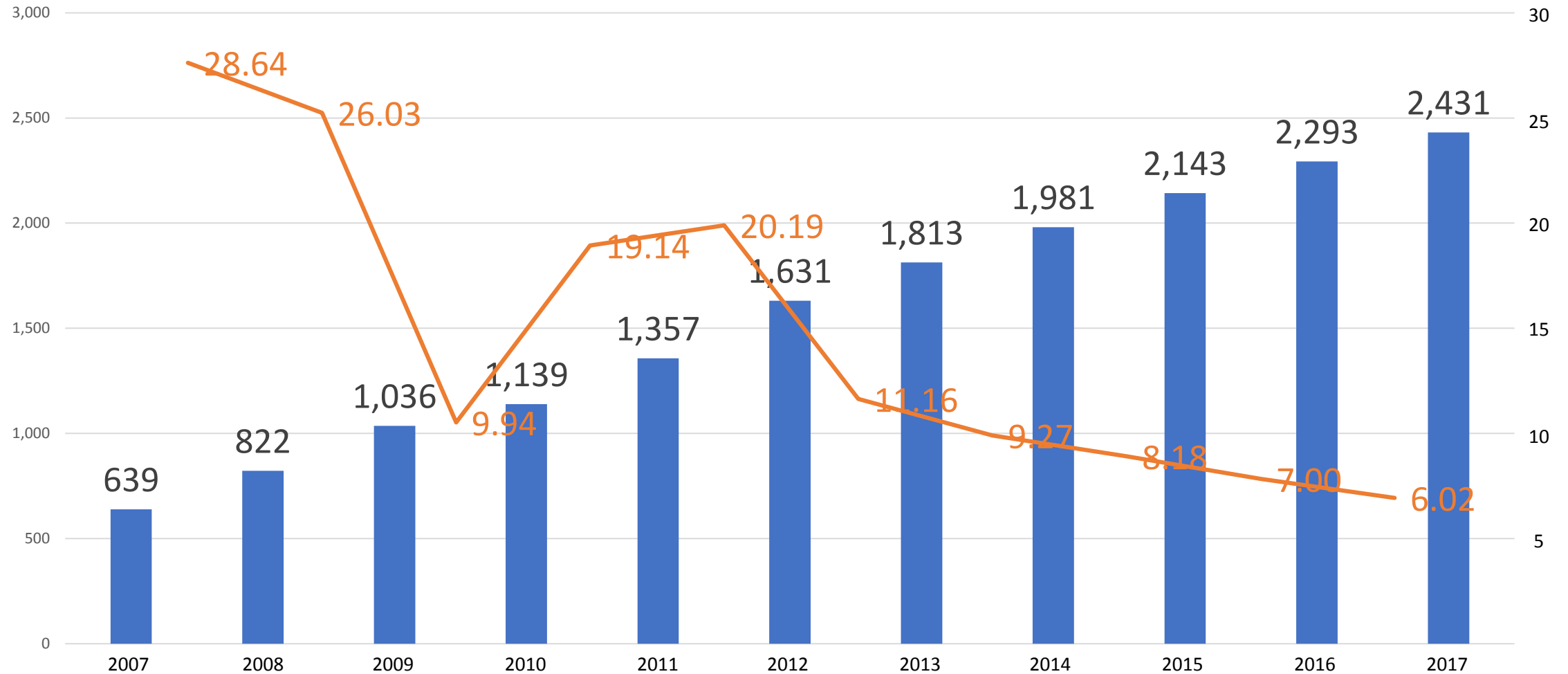
US\$2.431 trillion



# Global Islamic Financial Services Industry: 2007-17

Islamic Financial Assets  
(US\$ billion)

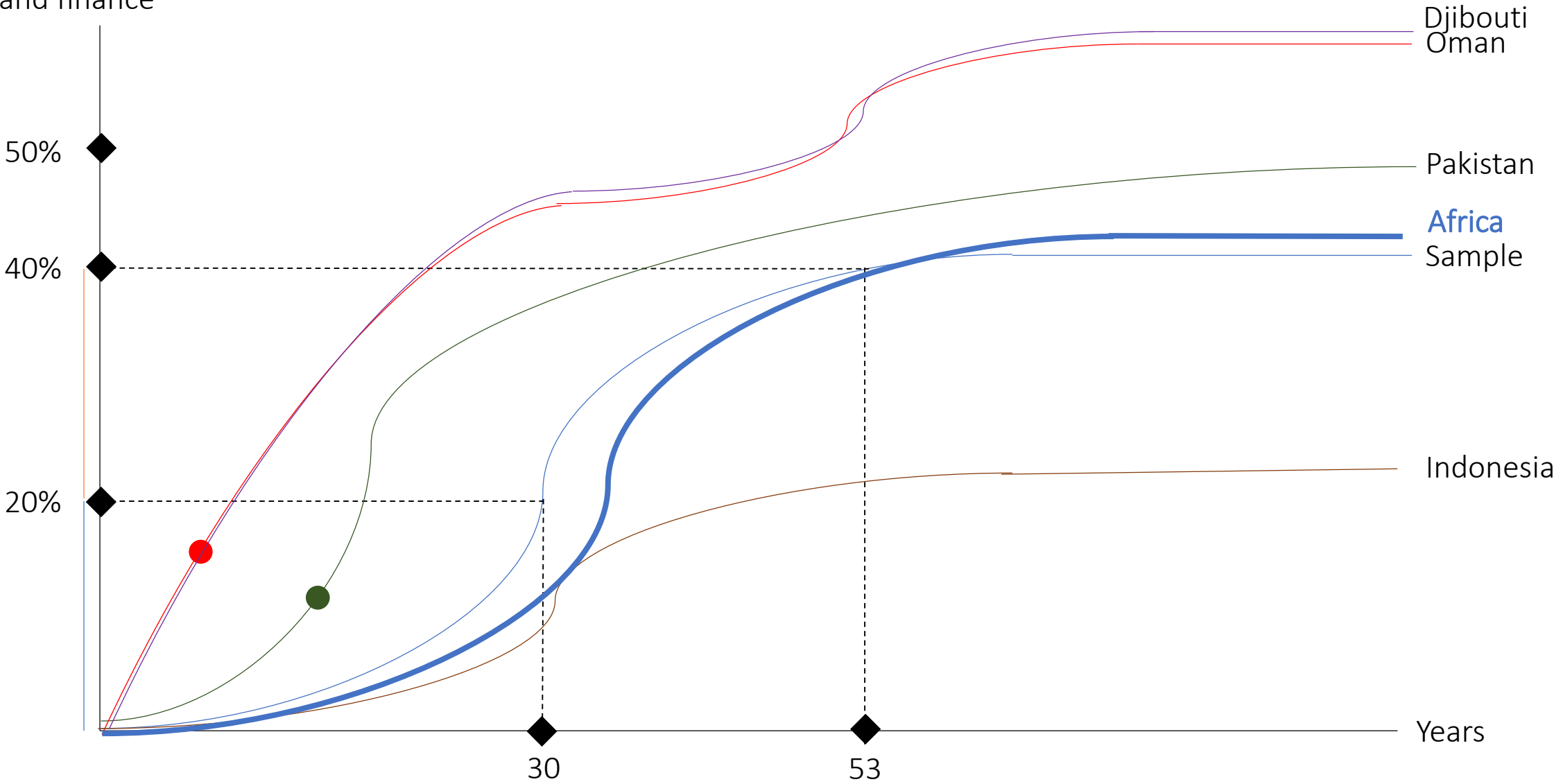
Growth in Islamic Financial Assets  
(US\$ billion)



# Reasons for the Slow-down

- Structural Issues
- Stifled Innovation
- Insufficient Regulation
- Macroeconomic Factors
- Political Instability

Market share of IBF in national banking and finance



Djibouti  
Oman

Pakistan

Africa  
Sample

Indonesia

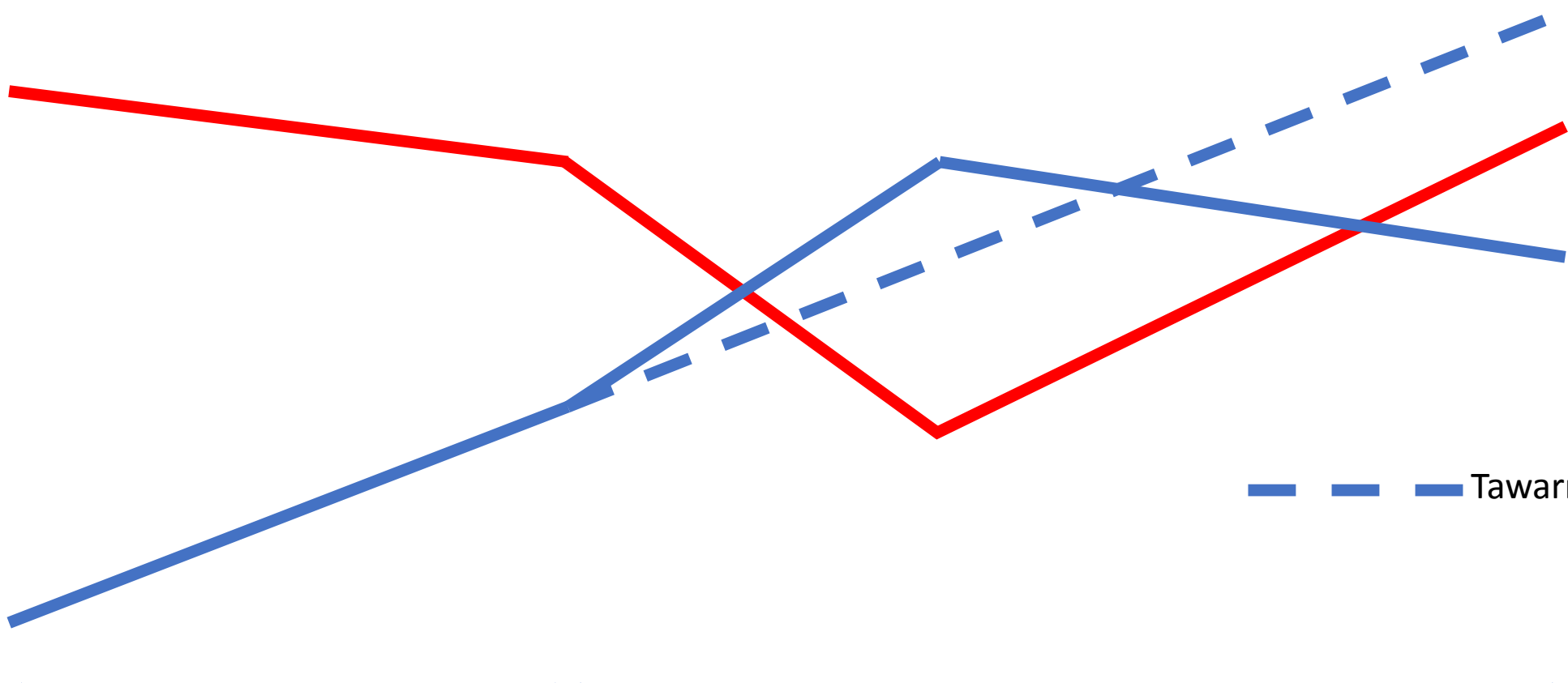
Years

# Stifled Innovation



Growth Rate

Tawarruq exists      Tawarruq is restricted



— — — Tawarruq-free growth

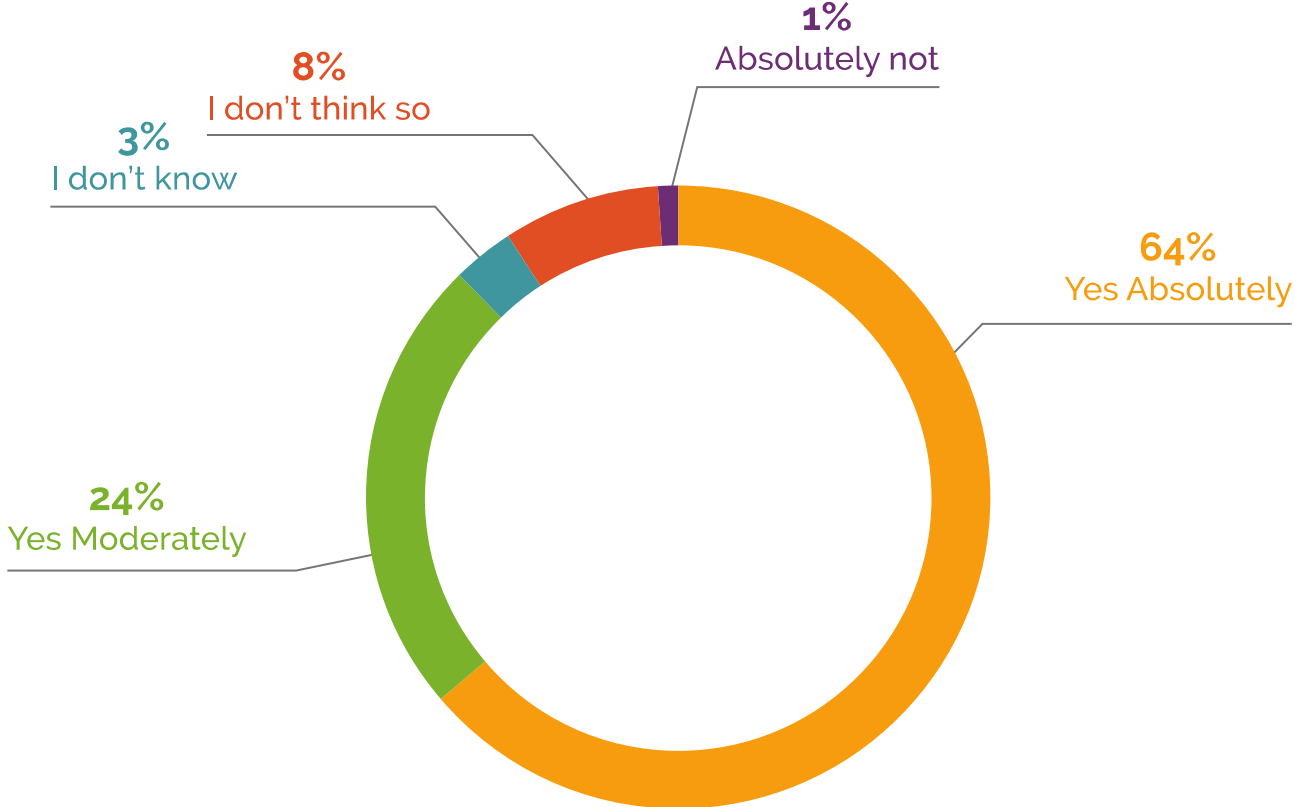
Tawarruq is not allowed      Tawarruq is allowed

Time

# Insufficient Regulation



**Q6: Do you think the absence of proper legislation by parliaments and other legislative bodies in individual countries is a hindrance to the growth of Islamic banking and finance?**



# Macroeconomic Factors

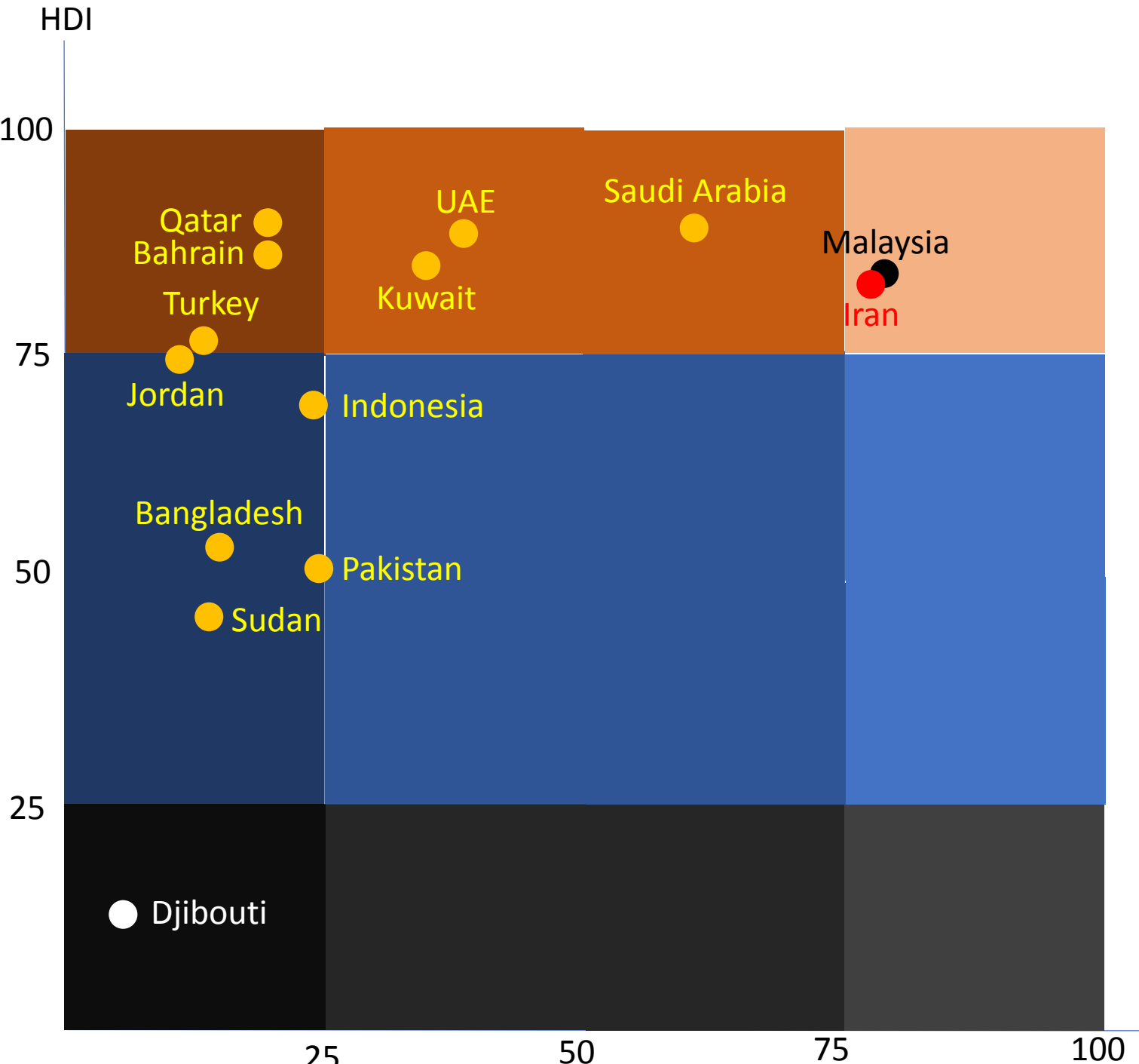


# Political Factors



# Opportunity





	IFCI Score	HDI Score
Malaysia	79.25	77.9
Iran	78.42	76.6
Saudi Arabia	65.90	83.7
UAE	38.02	83.5
Kuwait	35.20	81.6
Pakistan	24.30	53.8
Indonesia	23.98	68.4
Bahrain	21.96	82.4
Qatar	21.94	85.0
Bangladesh	16.73	57.0
Sudan	15.70	47.9
Turkey	12.17	76.1
Jordan	10.29	74.8

- Low IFCI, High HDI
- Medium IFCI, High HDI
- High IFCI, High HDI
- Low IFCI, Medium HDI
- Medium IFCI, Medium HDI
- High IFCI, Medium HDI
- Low IFCI, Low HDI
- Medium IFCI, Low HDI
- High IFCI, Low HDI