



UNDERSTANDING ASSET CONCEPT
FOR ISLAMIC BANKING AND FINANCE
PRODUCT DEVELOPMENT

Umar Mohammed Idris



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DEVELOPMENT**

Umar Muhammed Idris



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Contents

Acknowledgment

Foreword

Part I: The Concept of Wealth, Development, Characteristics & Types

1. Chapter One: The Concept of Wealth 5
Umar Mohammed Idris & Aznan Hasan

2. Chapter Two: Wealth and Its Relationships with Other Terms 19
Umar Mohammed Idris & Azman mohd Noor

3. Chapter Three: Classification of Wealth in Islamic Financial System 31
Umar Mohammed Idris & Aznan Hasan

Part II: Position of Money Market in Islamic Jurisprudence

4. Chapter Four: The Position of Money Market 50
Umar Mohammed Idris & Aznan Hasan

5. Chapter Five: Functions of Financial Market 69
Umar Mohammed Idris & Aznan Hasan

6. Chapter Six: Islamic Financial Market, Its Characteristics and Importance in the Islamic Financial Engineering 79
Umar Mohammed Idris & Azman mohd Noor

Part III: Asset as a Key Element in the Development of Financial Products

7. Chapter Seven: Asset as a Key Elements in Development of Financial Products <i>Umar Mohammed Idris & Aznan Hasan</i>	85
8. Chapter Eight: The Concept of Assets for the Islamic Financial Institutions <i>Umar Mohammed Idris & Aznan Hasan</i>	103
9. Chapter Nine: The Suitability of Assets and Criteria for the Development of Financial Products <i>Umar Mohammed Idris & Aznan Hasan</i>	113
References	131
Glossary of Terms	138

Chapter Seven

Umar Mohammed Idris & Aznan Hasan

Asset as a Key Element in the Development of Financial Products

7.1 Introduction

This Chapter contains two sections: Section One discusses the use of assets of financial institutions in the development of financial products. Section Two focuses on assets in terms of their Suitability for the development of financial products and their regulation. The financial assets owned by the institutions are both material and immaterial. They comprise fixed and current assets which are their capital and the foundation of their financial existence that positively and negatively determine their financial positions. They also serve as sources of power and freedom in discharging operational obligations and financial activities with dealers, who are the source of confidence in their ability, wills, which drives it to achieve its financial and economic development objectives. In fact, these financial assets have become important subjects in the provision of multiple opportunities in the formation of financial instruments under which the institutions would have to generate cash flow to support their development projects in the short and long term. One of the main areas in which the assets have played a vital role is the development of financial products, which have become the most important components of assets, rather the main and essential factor. This section contains a detailed study of the nature of the assets used in the development of Islamic financial products, as well as assets used in the development of stocks and bonds, with explanation of legal rulings in both cases. Then, the chapter ends by mentioning