

# UNDERSTANDING ASSET CONCEPT FOR ISLAMIC BANKING AND FINANCE PRODUCT DEVELOPMENT

Umar Mohammed Idris



IIUM PRESS INTERNATIONAL ISLAMIC UNIVERSITY MALAYSIA



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**Umar Muhammed Idris** 



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## The Suitability of Assets and Criteria for the Development of Financial Products

#### 9.1 Introduction

The meaning of assets in the Islamic financial concept could include absolutely all the permissible benefits, which people have agreed on their values customarily in the framework of the laws that govern them. Thus, they can be used in many economic and financial activities required for their daily lives. Among the economic activities and financial interest for many of the modern financial institutions, where assets have become the key element, as mentioned earlier, is the development of financial products. Considering the various types of assets used for this purpose, it is clear that not all assets can be used in development of financial products. There are some that can be used and others that cannot be used, depending on certain conditions and the legitimate law governing the circumstances surrounding them. The author tries to discuss these issues as follows:

I-The suitability of assets for the development of financial products

II- Regulating the assets of Sukuk

### First topic: Suitability of assets for the development of financial products

Asset that is suitable for the development of financial products. There are five types of assets that can serve or be used in the development