



Takaful Provision in Palestine

Dr Nehad Khanfar
Lecturer of Islamic Law
Islamic Financial contracts



The beginning

The first takaful experience started with:

- Al-Takaful Palestinian Insurance Co 2007 in the West Bank of Palestine**
- Almultazim Company for the Insurance and Investment 2008 in Gaza Strip**



The services and products

- motors insurance**
- transportation Insurance which cover risks related to : sea, air and land**
- insurance against fire and theft**
- comprehensive home insurance**



The services and products

- insurance against contractors' risks**
- engineering insurance**
- insurance for the saved and transmitted money**
- employee dishonesty insurance**
- personal accident insurance**
- insurance for the glass walls**



The services and products

- insurance for workplace injuries**
- civil liability insurance**
- machinery breakdown insurance**
- contractors' plant and machinery insurance**
- insurance program for electronic devices**
- insurance for producer liability**
- insurance for the elevators**



In 2011 new programs were introduced

- health insurance**
- insurance for travel accidents**
- insurance for Hajj and Umrah.**
- family insurance program**



Main Contributors

- National Insurance Company**
- Trust International Insurance**
- Al Ahlia Insurance Group**



Capital

**eight million five hundred thousand
U.S. dollars**



Structure of the Company

- Board of Directors**
- Sharia Supervisory Board**



Geographical Coverage

Company Offices:

-Ramallah, Nablus, Hebron, Bidya, Bethlehem, and Al-Eizariya near Jerusalem

-17 Agents covers the rest of the Palestinian cities in the West Bank



Business Model

- agency method with fixed fee of 35%, reduced to 30% last year
- Mudarabah* model for investing the money comes from the policy holders:
 - 40% for the company as *Mudarib*
 - 60% for the policies holders



Business Model

- revenue: about 12 million USD 2012**
- 30% was a profit**
- the highest profit achieved was in**
- 2010 because the company invested in**
- the property market**
- most of the money invested in stocks**
- market and deposits with Islamic**
- Banks**



Thank you

Questions are welcomed