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COURSE BROCHURE

Islamic Bank Profit Distribution and Liquidity Oversight Training Course

14 – 18 March 2027
Sharm El-Sheikh

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Registered in the United Kingdom and Saudi Arabia

Islamic Bank Profit Distribution and Liquidity Oversight Training Course

Ref: 2682_102266 **Date:** 14 – 18 March 2027 **Location:** Sharm El-Sheikh **Fees:** 4500 GBP

Islamic Bank Profit Distribution and Liquidity Oversight is a 1-week training course for finance, treasury and Shariah control staff in Islamic banks, and it ends with a profit distribution and liquidity oversight pack that each participant drafts and defends. Depositors in profit-sharing investment accounts expect returns that are fair, explained and backed by sound liquidity. This course is delivered by Jupiter Prime Training.

Why Islamic Bank Profit Distribution and Liquidity Oversight Matters Now

Three pressures meet in this subject. Rate movements in conventional markets put displaced commercial risk on Islamic banks, which must decide how much of their own share to give up to keep depositor returns competitive. Supervisors and Shariah boards ask for clearer evidence that profit equalisation and investment risk reserves are used fairly. Liquidity buffers are harder to hold because interest-bearing instruments are excluded.

Who Gains Most from Islamic Bank Profit Distribution and Liquidity Oversight

- Finance officers who calculate pool profits and depositor returns
- Treasury dealers who manage short-term liquidity with permitted instruments
- Shariah control and audit staff who review profit allocation
- Product managers who design investment account terms
- Risk analysts who monitor displaced commercial risk and reserves

An Islamic bank gains most when finance, treasury and Shariah control staff attend together and leave with one agreed monthly distribution routine.

Islamic Bank Profit Distribution and Liquidity Oversight Capabilities

Participants trace each depositor's share back to pooled assets.

- Allocate income and expenses between shareholder and depositor pools — the finance controller
- Calculate the bank's agreed share and each account's weighted return — the depositor statement
- Set rules for building and releasing profit equalisation reserves — the Shariah board
- Forecast liquidity gaps and choose permitted placement instruments — the treasury desk
- Review new account products for fair profit and loss sharing terms — the product approval committee
- Report distribution and liquidity results in plain language — the board and the depositors

Key Islamic Bank Profit Distribution and Liquidity Oversight Terms

- Investment account holder — a depositor who shares pool profits and bears losses not caused by bank misconduct.
- Profit-sharing ratio — the agreed split of pool profit between the bank as manager and the depositors.
- Profit equalisation reserve — profit set aside in good periods to smooth depositor returns in weaker ones.
- Investment risk reserve — an amount held from depositor profit to absorb future losses on pool assets.
- Displaced commercial risk — pressure on the bank to give up part of its share to keep returns competitive.
- Commodity placement — a short-term liquidity tool based on a permitted sale of goods on deferred payment.

Islamic Bank Profit Distribution and Liquidity Oversight Day by Day

Day 1: Pools, Accounts and the Depositor Relationship

- Pool Structure Mapping — Which Assets Fund Which Depositor Pool
- Restricted and Unrestricted Account Terms — What Depositors Agree to Share
- Commingling Rules for Bank Funds — When Shareholder Money Joins a Pool
- Weightage Table Review — How Tenor and Size Change Each Share
- Depositor Disclosure Check — What the Account Terms Must Explain

Day 2: Calculating and Distributing Profit

- Income and Expense Allocation Worksheet — Which Costs the Pool Bears
- Manager Share Calculation — Applying the Agreed Profit-Sharing Ratio
- Monthly Distribution Run — Turning Pool Profit into Account Returns
- Loss Absorption Scenarios — Who Bears a Fall in Asset Value
- Hiba and Share Waiver Decisions — When the Bank Gives Up Part of Its Share

Day 3: Reserves and Return Smoothing

- Profit Equalisation Reserve Policy — Limits for Building and Releasing Funds
- Investment Risk Reserve Sizing — How Much to Hold Against Future Losses
- Displaced Commercial Risk Monitor — Comparing Returns with Market Rates
- Reserve Ownership on Account Closure — What Departing Depositors Receive
- Shariah Board Review Paper — Evidence That Smoothing Stays Fair

Day 4: Liquidity Oversight with Permitted Instruments

- Liquidity Gap Ladder — Matching Account Maturities with Asset Cash Flows
- Commodity Placement and Wakala Deposits — Choosing Short-Term Tools
- Sukuk Holdings as a Buffer — Weighing Marketability Against Return
- Withdrawal Stress Scenario — How Fast Pools Can Pay Depositors
- Contingency Funding Plan Review — Who Acts When Buffers Run Low

Day 5: Practising the Profit Distribution and Liquidity Oversight Pack

- Pool Profit Case File — Applying Allocation and Weightage Work From Days 1 and 2
- Reserve Movement Schedule — Applying Smoothing Policy From Day 3
- Liquidity Position Summary — Applying Gap and Stress Work From Day 4
- Peer Challenge Round — Testing Each Pack Against a Market Rate Rise
- Profit Distribution and Liquidity Oversight Pack — Final Draft for Board Review

Applying Islamic Bank Profit Distribution and Liquidity Oversight After the Course

- Trace one month of pool profit from asset income to depositor returns and record every manual adjustment for the Shariah control team.
- Run the withdrawal stress scenario on current pools and propose buffer changes, with their return cost, to the treasury lead.

Islamic Bank Profit Distribution and Liquidity Oversight Questions FAQ

What is Islamic bank profit distribution and liquidity oversight, and why does it matter now?

It is the routine of sharing pool profit fairly with depositors while keeping enough permitted liquidity. It matters now because market rate moves increase displaced commercial risk and boards want clear evidence.

Which roles gain most from Islamic bank profit distribution and liquidity oversight skills?

Finance officers, treasury dealers, Shariah control staff, product managers and risk analysts gain most, since each owns one link in the chain.

How does Islamic bank profit distribution and liquidity oversight differ from an Islamic contracts course?

A contracts course explains how financing products are structured. This course starts after the assets are booked, covering how their profit reaches depositors and how liquidity is kept.

What do you bring back from Islamic bank profit distribution and liquidity oversight training?

You bring back a pack with a pool profit calculation, reserve schedule and liquidity summary for a full Islamic bank or an Islamic window.

Islamic Bank Profit Distribution and Liquidity Oversight: The Way Forward

The profit distribution and liquidity oversight pack first informs the monthly rate announced to depositors. Finance staff use it to close pools, treasury uses it to size buffers and Shariah control uses it to check fairness. After its first cycle, revisit reserve limits and stress assumptions, because market rates and depositor behaviour change quickly.