“Re-Takaful Outlook: Challenges and Opportunities in a Changing Risk Landscape”

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Presentation Outline

Re-Takaful Outlook: Challenges and Opportunities in a Changing Risk Landscape

- Setting the Context
- The Evolving Role of Re-Takaful
- Current Market Realities
- Key Challenges
- Opportunities Ahead
- Technology as an Enabler
- The Role of Risk Exchange (DIFC)
- The Way Forward
- The Global Takaful Alliance
- Conclusion
- Closing Note – Role of GAIP

Opening Remarks

Setting the Context

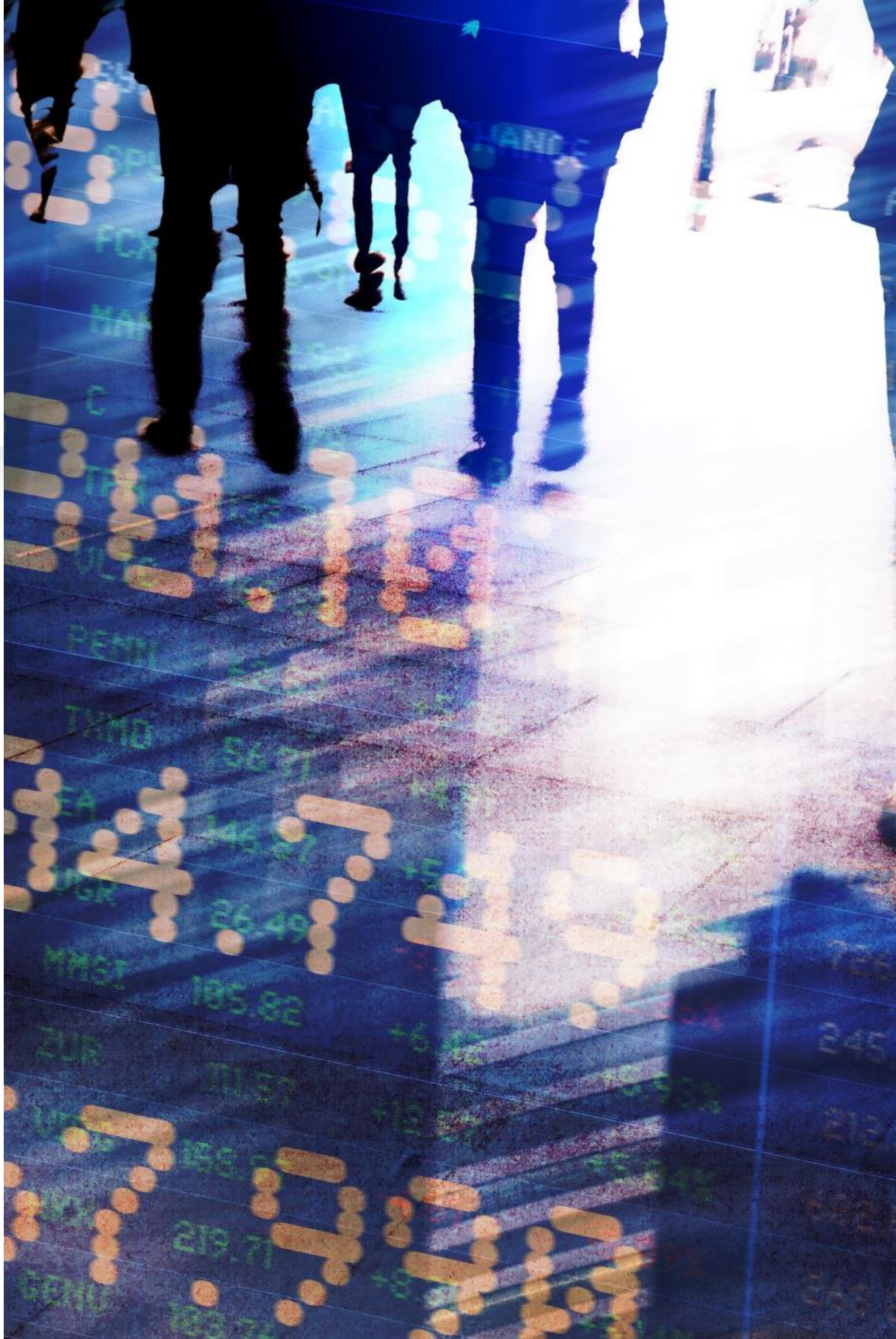
- Rapidly changing global risk landscape
- Interconnected risks: climate, cyber, geopolitical, economic
- Growing need for ethical, resilient, Shariah-compliant solutions
- Re-Takaful as the stabilizing pillar of Islamic insurance

The Evolving Role of Re-Takaful

- Beyond risk transfer → strategic partner in risk management
- Supports Takaful operators with capacity & expertise
- Bridge between Islamic and conventional reinsurance
- Enables long-term market stability

Current Market Realities

- Takaful markets expanding across GCC, Asia, and Africa
- Retakaful growth lagging behind primary market
- Continued dependence on conventional reinsurers
- Urgent need to scale capital & technical capabilities



Key Challenges

- Limited capital and underwriting expertise
- Fragmented Shariah and regulatory frameworks
- Lack of Shariah-compliant retrocession capacity
- Tight margins & profitability pressures
- Insufficient digital and data adoption

Opportunities Ahead

- Digital transformation & InsurTech integration
- Parametric and ESG-aligned Takaful solutions
- Cross-border collaboration & capacity pooling
- Micro-Takaful and inclusion initiatives
- Knowledge sharing through global platforms (GAIP)

Technology as an Enabler

- AI & data analytics for pricing and claims
- Blockchain for transparency and Shariah compliance
- Cloud & automation improving operational efficiency
- Digital platforms fostering cross-border connectivity

The Role of Risk Exchange (DIFC) Ltd.

International reinsurance intermediary under DFSA serving 30 countries worldwide

Managing facultative & treaty business for conventional & Takaful insurers

Promoting collaboration between markets and technologies

Championing innovation, ethics, and excellence

The Way Forward

- Shift focus from risk transfer → risk prevention & resilience
- Harmonize global Shariah and regulatory standards
- Strengthen Re-Takaful governance and transparency
- Encourage strategic alliances for sustainable growth

Global Takaful Alliance – Building Financial Resilience through Faith-Based Risk Solutions

- Over half of the 30 countries most affected by climate change have Muslim-majority populations.
- Takaful, a cooperative risk-sharing model aligned with Shariah principles, provides inclusive and ethical financial protection.
- UNDP has launched the Global Takaful Alliance to build financial resilience for 100 million people by 2030.
- Nearly 90% of people in Muslim communities lack formal financial protection, leaving recovery costs to individuals and governments.
- Founding Members: UNDP, Islamic Development Bank (IDB), Arab Gulf Fund for Development (AGFUND), Kuwait Finance House (KFH) Group, and Mohammed Bin Rashid Al Maktoum Global Initiatives (MBRGI).
- Vision: Scale financial inclusion, resilience, and sustainable protection for vulnerable communities through Takaful.

Conclusion

Re-Takaful embodies fairness, solidarity, and shared prosperity

Collaboration is the new competitive advantage

Innovation guided by ethics and Shariah principles

Technology, data, and human insight define the new frontier

Build a resilient, transparent, and inclusive Re-Takaful ecosystem

Closing Note

The future of Re-Takaful will be defined by collaboration, innovation, and purpose.

GAIP is building bridges across Takaful, Re-Takaful, and InsurTech sectors

Fostering digital enablement, knowledge sharing, and cross-border collaboration

Together, let's make Re-Takaful smarter, sustainable, and globally connected

RISK XCHANGE INTERNATIONAL

GAIP
GLOBAL ASSOCIATION OF INSURTEE N PROFESSIOMALS

Arya Insurance Brokerage Co. (L.L.C.)