

Money Market Instruments of Conventional and Islamic Treasury

This program provides participants with a deep understanding of money market instruments used in both conventional and Islamic treasuries, their structure, pricing, and role in liquidity and fund management. It covers comparative features, operational mechanisms, regulatory aspects, and practical case studies from Pakistan and global markets.



9:00 AM - 5:00 PM

FEE: PKR 18,000 PLUS TAX

COURSE CONTENTS

Introduction to Money Market

- Role and functions of the money market
- Participants: central bank, commercial banks, investment firms, corporates
- Interbank market dynamics
- Relationship between money markets, capital markets, and monetary policy

Conventional Money Market Instruments

- Treasury Bills (T-Bills) – features, yield calculation, auction process
- Certificates of Deposit (CDs)
- Commercial Papers (CPs)
- Bankers' Acceptances
- Repurchase Agreements (Repos)
- Call and Notice Money
- Interbank placements and borrowing

Islamic Money Market Instruments

- Foundations of Islamic Treasury and Money Market
 - ◊ Prohibition of Riba, Gharar, and Maysir
 - ◊ Concept of asset-backed and trade-based transactions
- Islamic interbank market operations
- Key instruments:
 - ◊ Commodity Murabaha (Tawarruq)
 - ◊ Mudarabah-based placements
 - ◊ Wakalah-based deposits
 - ◊ Salam and Istisna contracts (for short-term financing)
 - ◊ Sukuk (short-term sovereign and corporate) as liquidity tools
- Role of Islamic Interbank Money Market (IIMM) – global and Pakistan context

Comparative Analysis – Conventional vs Islamic Instruments

Central Bank Role & Regulatory Framework

- State Bank of Pakistan's (SBP) liquidity management framework
- Conventional vs Islamic open market operations (OMOs)
- SBP Bai Muajjal Sukuk facility and Mudarabah-based placements
- Prudential and Shariah compliance regulations
- Role of Shariah Advisory Committees

TARGET AUDIENCE

Treasury officers and managers, Islamic banking professionals, Financial analysts and dealers, Corporate finance executives, Regulators and auditors, Students and trainees in banking and finance

FACILITATOR

Mr. Faisal Sarwar is a Deputy Director in State Bank of Pakistan-Treasury Department. He has an expertise in the area of Treasury Market (Money, Foreign & Bond/Fixed Income) and Gold Market and is also engaged in risk management function. Mr. Faisal has an experience of over 12 years working in different segments of the financial sector of Pakistan including Commercial Banks, Financial Institutions and the Central Bank. Previously, Mr. Faisal has provided various consultancy services to commercial banks and is a guest speaker at various universities in the areas related to Treasury, Risk & Economy of Pakistan.

