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PROCEEDING

2nd AICIF

2nd ASEAN INTERNATIONAL CONFERENCE ON ISLAMIC FINANCE

"Islamic Finance and Its Role in Economic Development and the Creation of Just and Stable Financial System in Light of Maqosid Syariah"

State Islamic University Sunan Kalijaga
Royal Ambarukmo Hotel

Yogyakarta, 12th -14th November 2014

2nd ASEAN INTERNATIONAL CONFERENCE ON ISLAMIC FINANCE

Jointly organized by:

Faculty of Islamic Economics and Business-UIN Sunan Kalijaga

Institute of Islamic Banking & Finance-IIU Malaysia

Faculty of Economics-UNISSULA

PREFACE

State Islamic University, as the oldest State Islamic University in Indonesia, has strong commitment in developing Islamic Economics in the world, especially in ASEAN Countries. 2nd ASEAN International Conference on Islamic Finance is the annual conference which has been jointly organized by State Islamic University Sunan Kalijaga Yogyakarta, International Islamic University Malaysia and University Islam Sultan Agung Semarang supported by Islamic Research and Training Institute (IRTI-IDB). The idea of having this international conference sparked from the discussion between II*i*BF and two universities from Indonesia i.e. UNISSULA and UIN Jogjakarta. They have agreed to strengthen their cooperation and the body of knowledge of Islamic banking and finance by jointly organizing an annual international conference which will be held in Malaysia and Indonesia subsequently.The purpose of this conference has been to generate and disseminate ideas to encourage the best practices as a way for enhancing the growth of Islamic economics around for betterment to all mankind.
The topic of the international conference was "*Islamic Finance and Its Role in Economic Development and the Creation of Just and Stable Monetary System in light of Maqosid Syariah*". The background of this topics are to address some significant issues, including a) addressing the issue of Islamic finance in the era of ASEAN Economics community that will be started 2015. b) its implication for Islamic economics development of ASEAN members countries. c) the role of Islamic finance on the creation of Islamic monetary system, both in theoretical and practical basis, supported by the integration of ASEAN Community, to enhance the role of Islamic finance. 4) the challange of Muslim countries for robustness the development of Ummah in ASEAN Community, that mostly are muslem.

Therefore, addressing some above issues, the conference is designed to serve as forum and platform for the academician, practicioners and researchers to share their knowledge, experience and to learn lessons in managing the Islamic finance especially in the market integration. The conference is answering the need of some ASEAN Countries which much focuses on development of Islamic finance in dealing with the issues of ASEAN Economics community, namely 1) ideas in the creation of just and stable Monetary policy that comply with shariah rule and guidlines. 2) the solution for encouraging the development of Islamic banking and finance in the ASEAN Economics community. 3) Current issues of Islamic banking and finance in managing Hajj fund which is uderstood as crucial isssues for Muslim Countries particularly ASEAN Countries such as Indonesia. The conference also highlighted some issues related to shariah compliant financial Instruments that are very important in providing safeguards against the ribawi system in ASEAN Members countries.

To answer all above issues, some panelists, namely Dr. Dadang Muljawan from Bank Indonesia, Mr. Adiwarman Azwar Karim (nominated by IRTI-IDB) will present some issue regarding the role of OIC countries for ASEAN Economics Community. In addition, Prof. Dr. Amin Abdullah will discuss some issue regarding Islamic Economics from philosopics perspective, and Prof Tjiptohadi Sawarjuwono from University Airlangga will discuss accounting issues in Islam. In the plenary session, there are Chief Executive Officers (CEO) from 6 Islamic Banks, namely Bank Mandiri Syariah, Bank Muamalat Indonesia, Bank BNI Syariah, Bank BRI Syariah, Bank Mega Syariah and Bank Permata Syariah who will highlight their experience in managing Islamic banking. Followed by the discussion on issue of Hajj Fund Management and the role of Islamic Finance: Best Practised in Malaysia and Indonesia. Directur General, Hajj and Umroh, Minisitry of Religious Affair, Prof. Dr. H. Abdul Djamil and Dean of Institute of Islamic Banking and Finance, IIUM, Prof. Dr. Syed Musa Al-Habsyi will deliver speech on this issues.

In addition, in this conference there are 70 articles that will be presented in many area of Islamic economics. This proceeding consists the abstracts of that articles, which is hopefully can be a general guideline for the participant of the conference to understand all isssue discussed during the event. Therefore, the conference's participant will generate useful discussion on some pertinent issues and will encourage the finding of new ideas to develop Islamic finance.

Yogyakarta, 05 November 2014

Dr. Misnen Ardiansyah, SE, M.Si.Ak.CA.
Chairman

AGENDA
2ND ASEAN INTERNATIONAL CONFERENCE ON ISLAMIC FINANCE
Royal Ambarukmo Hotel & Convention Hall UIN Sunan Kalijaga
12th-14th November 2014

Day 1: Wednesday, 12 November 2014	
Venue: Convention Hall UIN Sunan Kalijaga Yogyakarta	
OPENING CEREMONY AND INTERNATIONAL SEMINAR	
12.30-12.45	Registration
12.45-13.00	Welcoming Remarks by the Rector of the UIN Sunan Kalijaga: Prof. Dr. Musa Asy'arie
13.00-13.15	Official Launching by Ministry of Religious Affair : Prof. Dr. Nur Syam, M.Si
13.15-13.30	MOU Signing: UIN Sunan Kaliga and BSM, BMI, BRI Syariah, BNI Syariah, Bank Mega Syariah, Bank Permata Syariah
13.30-14.00	KEYNOTE SPEECH: Deputy Commissioner of OJK: Dr. Mulya E. Siregar
14.00-14.45	Special Address : Dr. Muhammad Syafii Antonio
14.45-15.15	Break and Ashar Prayer
INTERNATIONAL SEMINAR	
15.15-17.30	Moderator: Assoc. Prof. Dr. Muhammad Abduh
	1. Adiwarman Azwar Karim (IRTI-Islamic Development Bank) *"Islamic Finance development in OIC Countries and Its Role for the ASEAN Economics Community"*
	2. Prof. Dr. H. Amin Abdullah (UIN Sunan Kalijaga) *"Islamic Economics in the paradigm of Intergration and Interconnection: Developing New Economics Mainstream for the Betterment of the Ummah."*
	3. Prof. Dr. Tjiptohadi Sawarjuwono (UNAIR) *"Islamic Accounting in the Era of ASEAN Economics Community: Opportunity and Challange"*
	4. Dr. Dadang Muljawan (Bank Indonesia) *"Islamic Finance and Monetary Policy: the Case of Indonesia"*
17.30	End of Session
GALA DINNER AND ISLAMIC ART PERFORMANCE: Theme: "Sunan Kalijaga and Islamic Propagation in Java Island"	
20.00-22.00	Islamic Music Performance: Sunan Kalijaga - *Gambus Al-Jamiah* - *Ilir-ilir Sunan Kalijaga and Islamic Propagation*

Day 2: Thursday, 13 November 2014	
Venue : Royal Ambarukmo Hotel	
Plenary Session: CEO Talk: *Panel Discussion on Indonesia Shariah Banking*	
08:00-10.10	Registration
	Moderator : Dr. Anggito Abimanyu
	1. *CEO Bank Syariah Mandiri*
	2. *CEO Bank BRI Syariah*
	3. *CEO Bank BNI Syariah*
	4. *CEO Bank Muammalat Indonesia*
	5. *CEO Bank Mega Syariah*
	6. *CEO Bank Permata Syariah*
10.10-10.15	**Coffee Break**
Plenary Session: *Hajj Fund Management : Malaysia and Indonesia Experience*	
10.15-11.30	Moderator : M. Kurnia Rahman Abadi
	1. Prof. Dr. Syed Musa Al-Habsyi *(Tabung Haji Malaysia)*
	2. Prof. Dr. H. Abdul Jamil *(Director General of Hajj, Religious Ministry of RI)*
11.30-12.30	**Lunch and Dhuhr Prayer**
2ND ASEAN INTERANATIONAL CONFERENCE ON ISLAMIC FINANCE	
12:30-14.00	SESSION ONE: (Parallel Session in 5 different Venue)
14.00-15.30	SESSION TWO: (Parallel Session in 5 different Venue)
15.30-16.00	**Coffe Break and Ashr Prayer**
16.00-17.30	SESSION THREE: (Parallel Session in 5 different Venue)

Day 3: Friday, 14 November 2014	
Venue : Royal Ambarukmo Hotel	
08.00-09.30	SESSION FOUR: (Parallel Session in 5 different Venue)
09.30-10.00	**Coffee Break**
CLOSING CEREMONY	
10.00-10.30	Speech : FEBI-UIN, IIiBF-IIUM, FE-UNISULA
10.30-10.45	Closing Remarks : Prof. Dr. H. Anis Malik Thoha (Rector of Universitas Islam Semarang)
10.45-11.00	Award Announcement: Dr. Misnen Ardiansyah
11.00	End of Session

Table of Content