

Sukuk Issuance and Its Regulatory Framework in Saudi Arabia

Authors : Ali Alshamrani

Abstract : This article aims to give a comprehensive and critical review of sukuk issuance in Saudi Arabia, and the extent to which the issuance of sukuk in Saudi Arabia is consistent with Shariah requirements. The article is divided into two sections. Accordingly, the first section of this article begins with an examination of sukuk in general, and includes the concept of sukuk, the basic principles of sukuk, common types of sukuk, and a critical analysis of the most important differences between sukuk and conventional bonds. The second section gives a critical analysis of how sukuk work in Saudi Arabia, offering the regulatory framework of the issuance of sukuk in the KSA, and the legal challenges from Shariah point of view, and provide recommendations to overcome these challenges.

Keywords : sukuk issuance, Shariah, Saudi Arabia, capital market authority

Conference Title : ICIF 2015 : International Conference on Islamic Finance

Conference Location : Zurich, Switzerland

Conference Dates : July 29-30, 2015