

## **New Glossary terms for Takaful Solvency Volume 3 (Insurance):**

**Earmarked assets:** (from CA-8.4.7)

Must comply with the criteria outlined in Paragraph CA-8.4.6 and refer to the following allocated assets from the shareholder fund to each of the participants' fund:

- (a) Cash and unencumbered current accounts with financial institutions;
- (b) Placements with financial institutions maturing within one month;
- (c) Readily marketable securities;
- (d) GCC government securities;
- (e) Other sovereign bonds and bills up to one year maturity, carrying an S&P minimum rating of AA- (or equivalent); and
- (f) Accounts receivable due within one month.