Socio Economic & Operational Aspect of Islamic wealth Management

by

Dr. Haji Abdul Aziz Bin Hassan
LL.B(HONS)(BUCKINGHAM), BARRISTER-AT-LAW(LINCOLN’S INN),
DSLP (IIUM), IFP, CFP, MSc. MAP(UUM),DBA (UUM)

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ISLAMIC LEGACY PLANNING FOR HNW/FAMILY BUSINESS OWNER

WEALTH DISTRIBUTION (TO NEXT GENERATION)

LIFE TIME DISTRIBUTION

HIBAH/GIFT TO FAMILY MEMBERS &LOVED ONES

DISTRIBUTION UPON DEATH (AFTER SETTLEMENT OF DEBTS)

(FIRSTLY) HARTA SEPENCARIAN

BALANCE OF ESTATE (AFTER DEBTS, HARTA SEPENCARIAN AND WAQF/WASIYYAH)

WASIYYAH/WAQF

BY WAY OF DEED OF FAMILY ARRANGEMENT (DFA) SUBJECT TO CONSENT OF FARIAH HEIRS

ACCORDING TO FARIAH LAW

WEALTH PRESERVATION (FOR FUTURE GENERATIONS)

ASSETS ENDOWED DURING LIFETIME/UPON DEATH (THROUGH DFA)

FAMILY TRUST/LABUAN FAMILY FOUNDATION

DIVIDENDS & ALLOWANCES TO FAMILY MEMBERS/ BENEFICIARIES

BEQUEST TO ISLAMIC CHARITIES/ FAMILY WAQF
ISLAMIC LEGACY PLANNING FOR HNWI/FAMILY BUSINESS OWNER

WEALTH DISTRIBUTION (TO NEXT GENERATIONS)

WEALTH PRESERVATION (FOR FUTURE GENERATIONS)
Islamic Legacy Planning for HNWI/Family Business Owner

WEALTH DISTRIBUTION (TO NEXT GENERATION)

LIFE TIME DISTRIBUTION OF ASSETS

DISTRIBUTION OF ASSETS UPON DEATH (AFTER SETTLEMENT OF DEBTS)
Wealth Distribution To Next Generation

LIFE TIME DISTRIBUTION

HIBAH/GIFT
- TRANSFER TO DONEE
- ENDOWED TO FAMILY TRUST/LABUAN FAMILY FOUNDATION

WAQF
- GENERAL WAQF
- SPECIAL WAQF
Wealth Distribution To Next Generation

DISTRIBUTION UPON DEATH (AFTER SETTLEMENT OF DEBTS)

FIRST, HARTA SEPENCARIAN (MARRIAGE COMMUNITY PROPERTY)
- MUST BE CLAIMED, NOT AUTOMATIC

THEN, WASSIYAH (GIFTING OF ASSET TO NON FARIAHD HEIRS LIMITED TO 1/3 OF ESTATE)
- IF GIFT TO FARAID HEIRS OR MORE THEN 1/3 CONSENT OF FARAID HEIRS NEEDED

FINALLY, BALANCE OF ESTATE
- DISTRIBUTION ACCORDING TO FARAID LAW
- DISTRIBUTION ACCORDING TO DEED OF FAMILY ARRANGEMENT (DFA)
DEED OF FAMILY ARRANGEMENT (DFA)

- “Needs-based justice” distribution
- Family Wealth Distribution Master Plan (before and after death)
  - may include wealth preservation assets for transfer to family asset holdings companies
  - must be consented by all *faraid* heirs.
  - before death and ratified after death.
  - *rights under the faraid waived*
  - *if endorsed through a Court Order under a testamentary document, no stamp duty is payable for transfer.* (Note :- stamp duty is payable for transfer during life time under Hibah/Gift)
Islamic Legacy Planning For HNWI / Family Business Owners

WEALTH PRESERVATION (FOR FUTURE GENERATIONS)

ASSETS ENDOWED DURING LIFETIME/UPON DEATH (THROUGH DEED OF FAMILY ARRANGEMENT)

FAMILY TRUST/ LABUAN FOUNDATION
Wealth Preservation (For Future Generations)

FAMILY TRUST/ LABUAN FAMILY FOUNDATION

DIVIDENDS & ALLOWANCES TO FAMILY MEMBERS/ BENEFICIARIES

BEQUEST TO ISLAMIC CHARITIES/FAMILY WAQF
Thank you

Dr. Haji Abdul Aziz Bin Hassan
Founder, Aziz Hassan & Co,
Advocates & Solicitors.
Advisor (Islamic Division),
AD Financial Sdn Bhd.

Email: dr.azizhassan@gmail.com
Hp: 012-3035096