

World's first institutional tokenised sukuk backed by a sovereign-linked instrument listed

Fusang, a digital stock exchange operator, has listed the world's first institutional tokenised sukuk backed by a sovereign-linked instrument, opening up access to a short-term A-1 rated sukuk for global institutions and their clients.

Token Features

Minimum Investment Amount	USD 100
Token Unit	USD 100
Currency	USD
Maturity Date	5 October 2023
Tenor	1 month
Indicative Profit Rate	5.37% annualised
Depository	Fusang Exchange Ltd
Issuance Governing Law	Labuan, Malaysia
Subscription Method	Fusang Exchange Type 2 Trading Agents
Eligible Investors	Institutional and sophisticated investors

What is FDR and how does the IILM FDR work?

- FDRs are tokens that directly represent assets held by the Depository on behalf of token holders.
- FDRs represent direct legal claims on the underlying assets, and can be redeemed back into the underlying assets if investors want.
- Tokenised IILM Sukuk (i.e. Islamic Liquidity Sukuk Fusang Depository Receipt) have the same legal and financial features as the underlying sukuk (in this case, the IILM underlying sukuk, and are themselves shariah-compliant securities. Fusang has obtained its own Shariah pronouncement for the tokenisation of the sukuk.
- Islamic Liquidity Sukuk Fusang Depository Receipt (i.e. ILSF) can be listed for secondary market trading on the Fusang Exchange.
- ILSF can be transferred between the regulated financial institutions who are participating Members of the Fusang Exchange.
- Upon maturity of the underlying sukuk, ILSF holders will be paid out in USD via their subscribing broker.

Email: business@fusang.co

Information about Underlying Sukuk

What is IILM?

International Islamic Liquidity Management Corporation (IILM)* is an international organisation established by 8 central banks and a multilateral organisation to create and issue shariah-compliant sukuk to fulfil its mandate to facilitate effective cross-border Islamic liquidity management.

Features	IILM Sukuk Value Proposition
Low Risk	<ul style="list-style-type: none"> Investment Grade Short Term USD-denominated financial instruments issued at maturities up to one year Rated “A-1” by S&P and “F1” by Fitch Ratings Underlying asset pool of sovereign grading
High Liquidity	Secondary market is highly liquid with a record of USD 2.2 billion in 2022 representing 16% of the total underlying sukuk outstanding during the period
Ownership of Asset	<ul style="list-style-type: none"> Value of sukuk is always related to real assets with provable and tangible value, providing security and protection to sukuk holders. IILM sukuk are backed by highly rated sovereign assets and the fundraising through issuance of sukuk is to acquire and hold the underlying assets. Each sukuk represents undivided beneficial ownership in the asset pool held beneficially on trust for the sukuk holder.

Email: business@fusang.co