

RELIGION, PRICING AND BANK CUSTOMER ACCEPTABILITY OF ISLAMIC HIRE PURCHASE

By
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Abstract

This study is aimed to explore the influence of religion and pricing on Islamic hire purchase. Owing to this fact, the study is also proposed a model that would serve as a basis for all new researches in the area of Islamic finance. To the author knowledge, there exists a paucity of evidence of documenting a model for Islamic hire purchase in which it is motivated the current study to be undertaken. The study was based on a survey of 150 bank customers. Out of these responses, only 126 were usable to qualify for the further analysis of the data. Linear regression, bivariate correlation and structural equation modeling (SEM) using Analysis of Moment Structures (AMOS) were used to analyse the data. The study found that religion factor and price factor were the pivotal factors for Islamic hire purchase acceptance. Further, religion factor and price factor were also significantly correlated. Moreover, the study also reported that the proposed model was acceptable as in line with the AMOS requirements. The findings of this study to be a valuable tool for bank managers. It addresses the importance of religion factor and price factor in guiding the managers for further planning Islamic hire purchase in order to make it in line with the teaching of Shariah Islamiyyah and offers at the very competitive price.

EMERGENCE OF TAKĀFUL IN PAKISTAN: A HISTORICAL PERSPECTIVE

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ABSTRACT

Insurance plays an important role in the overall development of the economy by mobilizing long-term funds and serving as a major institutional investor for the capital and money market instruments. Yet the concept of insurance has been misunderstood and misinterpreted by Islamic scholars as well as the Muslim community. Conventional insurance has been widely criticized by Islamic jurists and Ulama due to its detrimental elements such as al-gharār, al-maisir and al-ribā that have been considered repugnant to Shari'ah. This research paper attempts to analyze the development of Takāful from historical perspective while explicating its evolution in Pakistan. It adopts a systematic approach to analyze the development of Takāful from historical perspective. Starting from emergence of Takāful concept from ancient Arab tribes through its progress in the 20th and 21st centuries, it attempts to elucidate that development of Takāful has been quite impressive in Malaysia and other Muslim countries. Yet in Pakistan, its progress got entangled in the elements of bureaucracy and corruption. It urges the Government and academicians to play their role for further development of Takāful in the country.

PILLARS OF ISLAMIC BANKING & FINANCE

By
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Abstract

Islam emphasis justice and equity in all spheres of human society and refrains from all sorts of exploitation in financial dealings. It encourages active participation in economic activity instead of earning money on utilization of money. Islam allows freedom in economic activities with certain limitations to differentiate between Halaal & Haraam. Islamic finance is based on the principles and rules laid down by Islamic Shariah. In Islamic financing system there is greater return because there is a greater risk. Islamic financial institute invest and get the profit not the interest.

