Index

Abderrezak, Farid, 305
Abduh, Muhammad, 19
Abdullah, Fikriyah, 316, 318
Abrogation theory (naskh), 40
Absolutism, 148
Academic involvement, 30
Accommodation(s) for employees, 215
Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), 53, 193, 270, 294, 334, 338
clarification, 170, 183, 184
standards, 130, 271, 273, 278n9, 279n10, 279n16, 297, 298
sukuk standard, 165–166
Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI)
Classification, 183, 184
Accounting standards rating, 297–298
Acquiring interests (hissas), 177
Adalah, 71
Adjustable rent, 288
Adjusted Jensen, 305
Adjusted Jensen alpha, 304
Adjusted Sharpe, 304
Administrative expense of lending, 355
Advance payment, 52
Adverse selection problems, 235
Afghan, Jamal Al-din, 19
Afghanistan, 23, 359–363, 360
Afghanistan Reconstruction Trust Fund, 359
Agricultural financing, 52
Ahmad, Khurshid, 4, 216
Ahmed, Habib, 233, 304
Akhirah (hereafter), 32
Al Rifai, Tariq, 13
A’la Mawdudi, Sayyid Abul, 20
Al-Ahkam, Majallat, 270
Al-Baraka Group, 304
Alchemy: Science of the Cosmos, Science of the Soul (Burkhardt), 76
Al-Faruqi, Ismail, 33n8
Algaoud, Latifa M., 10
Alhenawi, Y., 305
Ali, A., 220
Al-jism al-tabi’ (natural body), 87
Al-jism al-‘a’limi (mathematical body), 87
Allah (God), 203
Allen, George, 81
Al-Mawardi, Abul Hasan, 20
Al-Qasim, Ubayd, 20
Al-Risala, 41
Al-Sadr, Muhammad Baquir, 20
Aluminum, 129
Amanah Ikhbar Malaysia (AIM), 237
An Introduction to Islamic Finance Theory and Practice (Askari, Iqbal and Mirakhor), 12
Analysis of variance (ANOVA), 304
Analytical tools, 76
Anderson, Benedict, 64, 66, 67
Appadurai, Arjun, 65, 66–67
Appian, Kwame Anthony, 68
Applications and best practices, 14–15
Arab Spring, 264–265
Arab-focused conventional portfolio, 316
Arabia, 257, 258
Arabian Gulf region, 54
Arbitrage, 288, 289
Arbouna, 273
Arbun, 341, 342, 343
and call options, 342–344
Argumentation, 109
ASA, 240
Asbab al-nazul, 40
Ashraf, Ali, 14, 246, 248, 251
Asian Drama (Myrdal), 29
Askari, H., 12
Asnaf (categories of needy), 152
Asset allocation, 306
Asset classes, 166
Asset securitization, 184n4
Asset-backed transactions, 265
Assets under management, 2
Asymmetric information problems, 232
Atomism, 86
Australia, 195, 249
Auto-focus portfolios, 314–316

369
Automated teller machine (ATM), 325–326
Awqaf, 14, 249
kinds of, 229
legal conditions of, 229
management weakness, 230–231
nationalization of management, 231
as tool for Islam and poverty eradication, 228–229
as tool for poverty alleviation, 229–230
Awqaf funds, 238
Ayat, 42
Ayub, M., 12
Azmi, I. A. G., 219
Back-rent, 288
Bahrain, 137, 167, 195, 230
Bahrain Financial Exchange, 126
Bahrain Monetary Agency, 129
Bai al-dayn (debt rating), 133
Bai al-inah, 136
Bai bithamon ajil. See Murabaha
Bai-muajjal, 358
Bai-salam, 358
Bakan, Joel, 68
Balz, Kalian, 276
Bancherius (merchant institutions), 7
BancoSol, 353, 354
Bangladesh, 195, 224, 230, 248, 251
Bank accounts, 355
Bank credit vs. financial markets, 10
Bank Negara Malaysia sukuk, 131
Bank notices, 111
Bank Rakyat, 353, 354
Banking architects, 107
Banking reform, 6
Banking selection, 263
Bankruptcy, 57
Bankruptcy legislation, 58
Bankruptcy remote vehicles, 329
Banks vs. credit unions, 361
Basel 2, 125
Basel 3, 140
Bay al-inah, 133
Bay muajjal, 51
Bay salam, 52
Bay’-mu’ajjal (deferred sale), 234
Bayyinat, 106
BBA (Bai Bithaman Ajil), 246, 252n12
Bear market, 305
Bear period, 314, 318
Bearish trends, 304
Beneficial ownership, 155
Bennett, Lynn, 232
Bentham, Jeremy, 83
Benthamism, 78
Index

Betar, 311
Beximco, 57
Bifurcation, 97n50, 97n51
Big banks, 239
Bilateral repos (IS), 138
Binding precedent, 44
The Black Swan (Taleb), 26
Bloomberg Law Report, 216, 217
Bodie, Zvi, 312
Bolivia, 353
Bottom-line-cash-in-the-bank criteria, 159
BRAC, 240
Bretton Woods Act, 65
Bull period, 314, 318
Bullish trends, 304
Burkhardt, Titus, 76
Bursa Suq Al Sila’ Platform, 126
Business Murabaha Agreement, 360
Business purchasing, 51
Cagamas bonds, 290
Call option contract, 341
Call options, 338
Calvinist religious practices, 4
Canada, 211
Capital credit, 328
Capital flows, 262
Capital gains, 193, 194
Capital investment, 2, 238
Capital Markets Authority, 201
Capital migration, 64
Capitalism, 26, 31, 71, 148
western interpretation of, 149
Capitalist (market-oriented) system, 22
Carhart model, 305
Casualty and risk of loss, 57
Catholic culture, 218
Catholic thinkers, 76
Cayman Islands law, 268, 271, 272
Central bank, 124, 138
Central Bank Musharakah Certificates (CMCs), 132
Central Bank of Sudan, 132–133
Central Bank of Turkey, 134
Change patterns, 25
Chapra, Umer, 4, 334
Charging interest on loans, 8
Charity, 152
perpetual, 226
recommended transfers, 226
Chartered Institute of Management
Accountants (CIMA), 30
Choudhury, Masud Alam, 25–28, 34n20
Circular lease structure, 278n5
Circular triangle, 268–272
INDEX

Circumstances of revelation, 40
Citigroup, 200

*Clash of Civilizations* (Huntington), 68
Classical economics, 75
Coase theorem, 89
Codified law, 44
Coefficient of variation, 305
Collateral, 245, 246
group-based financing as substitute, 251
Collateralized debt obligations (CDOs), 334
Collateralized loans, 135–136
Collateralized structure, 138
Collective fatwa, 115–116
Colonialism, 65
Commissioned manufacturer, 52
Commodity murabahah, 138, 346, 347
about, 126–128
benefits of, 127
liquidity risk management, 126–128
shortcomings of, 127–128
Commodity trades, 48
Common law, 44
Communist/socialist (central-planning oriented) system, 22
Community, 70
Company size, 192
Comparamos, 355
Compensation, 141
and gender, 220–221
needs basis, 220
Compliance determination, 325–326
Compliant funds, 194
Compliant investors, 326
Compulsory transfer
Sadat al-fitr, 226
zagat, 226
Conditional CAPM, 305
Conflicting forces, 85
Conflicting motivations, 207–208
Consensus (ijma), 40, 41
Constitutive relationship, 69
Consultative Group to Assist the Poor (CGAP), 248, 354, 355
Consumerism, 90
Consumption purposes
loan fund for, 235
microcredit for, 235
Contemporary economics, 21
Contemporary Islamic finance, 39
Continuity axiom, 82, 84, 95n40
Contract combination, 273–274
Contract form, 51
Contract formation, 39
Contracts (ijtma al-uqud), 273–274
unilateral amendments, 111
Contractual agreement, 204
Conventional amortizing loans, 285
Conventional banking, interest-based transactions, 113
Conventional banks vs. Islamic banking, 108
vs. Islamic banks, 1
Conventional debt, 324
Conventional economics, 22, 23, 24
Conventional finance vs. IBF
about, 8–9
business ethics, 10–11
credit and risk, 9–10
Conventional forward contracts, 336
Conventional indexes vs. shariah-compliant indexes, 195–201
Conventional indices, 309
Conventional insurance, 50, 357
Conventional interest-rate swaps, 345
Conventional leasing, 53
Conventional leverage, 328
Conventional loans vs. Islamic finance transactions, 287
Conventional microfinance, 354
weakness of, 231
Conventional microfinance and Islamic microfinance, 231–233
Conventional microfinance institutions (MFI), 246
Conventional microfinance products microcredit, 354–355
microinsurance, 356
microsavings, 355–356
Conventional options, 339
Conventional wealth management, 147
Cooperation (ta’awun), 6, 204
Corporate Social Responsibility (CSR) policy, 300
Corporate social responsibility ratings
about, 299–300
financing modes, 299–302
identity and corporate image, 301
transparency and disclosures, 301–302
Corporate strategies, 215
The Corporation: The Pathological Pursuit of Profit and Power (Bakan), 68
Cosmopolitanism, 68
Cost of borrowing, 246
Cost-plus markup, 52
Cost-plus sale trade transaction, 284
Cost-plus-profit basis, 252n12
Counterparty risks, 129, 338
Counters without interest, 113
Creative financing, 291
### Index

Credit, 10
- definitions of, 9
- without collateral, 240
Credit crisis, 261
Credit default swaps (CDS), 334–335
Credit rating vs. Shari’a Quality Ratings (SQR), 293
Credit rationing, 233, 235
Credit risk, 289
Credit sale, 284, 358
Credit unions, 217, 361
- vs. banks, 361
Credit-linked securities, 332
Credit crisis and liquidity risk management, 121–123
Credit periods, 304
Cross-border liquid market, 124
“Crucial Problems for Modern Living” (Burkhardt), 76
Crude palm oil contracts, 128
Cultural and religious issues in management, 216
Culture, globalization and, 68
Currency exchange, 333, 336
Customer banking education, 263

Daily net asset values (NAVs), 307, 309
Dalpour, S., 218
Daman, 33, 277
Damanah criteria, 155
Damon, 277
Dar al-Ulum, 106
Darurah (necessity), 190
De Roover, Raymond, 3
Debt, 47, 58
Debt financing, 9
Debt for debt sales, 336
Debt level limits, 261
Debt market, 166
Debt ratio, 198
Debt transactions, 290
- vs. equity transactions, 287
- vs. real estate transactions, 291
Debt trap, 233
Debt-based market, 277
Debt/market capitalization, 191–192
Debt-to-market-capitalization ratio, 198
Declining balance musharakah, 189
Deduction policy, 301
Default, 175, 245
Default interest, 329
Default loans, 329
Default rates, 240
Default risk, 261
- traditional microfinance, 240
Defaulting, 354

deferment, 337
Delinquent loans, 360–361
DeLorenzo, Shaykh Yusuf Talal, 104
Democracy, 148
Deprived Families Economic Empowerment Program (DEEP), 249
Derivatives, 331
Derivatives instruments analysis
- arbun and call options, 342–344
- forward contract, 335–338
- option scope and concept, 338–342
Deterritorialization, 66
Deutsche Bank, 249
Dhumale, R., 247
Diaspora, 71
Difference impact, 207–210
Differentiation strategies, 215
Diligence, 324–325
Diminishing musharakah, 283, 286, 289
- transactions, 286, 288
Direct strategies, 224
Discrimination, 217
Diversity management, 217
Dividend income, 193
Dividend purification, 198–199
Divine Law, 90
DMI Group and Faisal Islands Islamic Bank, 196
Domestic markets, 262–263
Dow Jones Citigroup Sukuk Index, 200
Dow Jones fatwa, 325
Dow Jones Global Index, 199
Dow Jones Indexes, 196, 198, 200
Dow Jones Islamic Indexes, 198
Dow Jones Islamic Market (DIJM) index, 154, 195, 196, 199
Dow Jones Islamic Market Turkey Index, 201
Dow Jones Islamic Market World Indexes, 199
Dress code, 216, 301
Dual legal framework, 12
Dual regulatory systems, 39, 56
Dual-banking system, 260
Dubai, United Arab Emirates, 7
Dubai International Financial Center (DIFC Investment LLC), 58
Dubai Islamic Bank (DIB), 6, 257
Dubai World, 57
Dubai World Tribunal, 58
Due diligence, 57
Dutch law, 271
Early payment, 285
Easements, 339
Economic behavior, and religious beliefs, 5
Economic development, 6
INDEX

Economic enterprise, 5
Economics
   Islamization of, 28
   normative vs. positive discourse in, 27
   subfields of, 24
Edgeworth, 79
Effective cause (illa), 42, 43, 48
Egypt, 7, 230, 264
El-Ansary, Waleed, 12
Elfakhani, S., 304
Empirical results
   auto-focus portfolios, 314–316
   internationally focused portfolios, 316
   locally focused portfolios, 312–314
Employee compensation, 14
Employee law, 216
The End of History and the Last Man
   (Fukuyama), 68
Energy trading, 333
Entrepreneurship in developed countries, 232
Equity, 154
Equity financing, 9
Equity investing, 189
Equity partnership, 9
Equity transactions vs. debt transactions, 287
Equity-based transactions, 300
Equity-side rules, 185n5
Ernst & Young, 196
Estate planning, 158
Ethical alternative, 260
Ethical finance, 260
Ethical investment, 210–211
Ethical principles, 205
Ethnoscapes, 65
Europe, 258–260, 328
   Islamic microfinance institutions (IMFIs) in, 249–250
European Social Survey, 218
Exchange contracts, (Muawadat), 234
Exchange traded funds (ETFs), 201
Existing Islamic Banking (Town), 104, 105
Experts
   God-consciousness of, 112
   of Islamic shariah, 112
External index, 290

Falcom Saudi Equity ETF, 201
Fama and Fama three factor model, 305
Family Awqaf, 229
Family bank, 249
Faroq, 12
Fatwa (legal opinion), 13, 54, 113, 115, 165
Favoritism, 218
Federal Deposit Insurance Corporation (FDIC), 56

Financescape, 65
Financial crisis period, 314, 318, 332
Financial management framework
   fund management principles, 238–239
   fund sources, 239–240
   conclusion, 240–241
Financial markets vs. bank credit, 10
Financial performance, 288–289
Financial structures, 14
Financial transactions, 51
Financing
   equity-based, 110–111
   modes of, 234–235
Financing models, 287
Financing modes, 283–287, 299–302
Finnis, John, 80
Fiqh (Shariah literature), 20, 39, 44, 276
Fiqh Academies, 54, 55, 334, 338
Fiqh alma’malat (Islamic jurisprudence), 294
Fiqhi murabaha vs. murabaha, 109
5 percent rule, 192
Fixed leg, 346
Fixed-income instruments, 306
Flexible Citizenship: The Cultural Logics of Transnationality (Ong), 66
Flight of capital, 127
Floating leg, 346
Forbidden gains, 112
Forbidden products, 45
Forbidden revenue, 191
Forced charity as penalty, 110
Forced labor, 220
Foreign aid, 232
Foreign direct investment (FDI), 259, 260, 262
Foreign exchange (FX) risk, 345
Foreign Investment in Real Estate Property Tax Act, 330
Foreign-exchange swaps, 347
Formalist revolution, 23
Forward contract, 335–338
Forward ijarah (lease-based) contracts, 269
Forward lease, 269
Forward sale, 52
Forwards, 335
Foundation for International Community Assistance (FINCA), 359, 361
45 percent rule, 192
France, 195, 217, 259, 263
Free market organization, 147–148
Free markets, 148, 149
Free trade, 45
Friedman, Milton, 91n3
Friedman, Rose, 91n3
Friedman, Thomas, 63, 68
FTSE All World Index, 196
Index

FTSE Shariah Global Equity Index Series, 197
Fukuyama, Francis, 68
Fund management principles, 238–239
Fund portfolios, 318
Fund sources, 233–235, 239–240
Funding programs, 360
Funds, locally focused, 318
Fungible goods, 128
Futures, 335

Galfar, Robert, 92n18
Gambling (maysir). See Maysir (gambling)
General partnership, 52
Geographical focused funds, 307, 318
Georgescu-Roegen, Nicholas, 78, 81, 92n13, 93n22, 93n24, 93n26
Gharar (speculation/uncertainty), 1, 31, 45, 49, 150, 204, 273–274, 306, 343
Ghias, Shoiab, 13
Giddens, Anthony, 69
Glass-Steagal Act, 66
Global consciousness, 63, 72
Global conventions and standards, 55
Global flows, 72
ethnoscapes, 66–67
financescapes, 65–67
global consciousness, 67–69
theories of, 63
Globalization
culture and, 68
destructive force of, 64
meaning of, 63
social science theories of, 64
Globalization and Islamic finance
about, 63
global flows, 64–67
globalization problems, 69–72
globalization theories, 64
conclusion, 63
Globalization problems
self and community, 70–71
self and divinity, 71–72
self and identity, 69–70
Globalized Islam (Roy), 66
God-consciousness of experts, 112
Gold for gold Hadith, 48–49
Governance problems, 252n13
Governing law provisions, 57
Government changes, for incremental investment, 262
Government Investment Issue (GII), 133
Government issues, 167
Government motivation and approaches
domestic markets, 262–263
inward investment, 260–262
retail Islamic finance, 263

Government Musharakah Certificates (GMCs), 132
Government-directed approach, 258
Grameen Bank, 240, 246, 249, 251, 353, 359
Grammatical analysis, 40
Grape wine vs. date wine, 42
Great Depression, 23, 26
Great Gap perspective, 20
Greed, 75, 85, 90, 95n41, 147, 148, 150, 151, 209
Green wave, 209
Greller, M., 221
Griffin, James, 79
Griffith, William, 92n18
Group defaulters, 251
Group ijtihad, 55
Group lending, 245
Group lending systems, 353
Group-based financing, as collateral substitute, 251
Group-based microfinance, 354
Guenon, Rene, 76, 93n23
Gulf Arabs, 258
Gulf capital, 260
Gulf Cooperation Council (GCC), 258
Gulf Cooperation Council (GCC) countries, 261, 262
Gulf Cooperation Council (GCC) Islamic Global Index, 311
Gulf Corporation Council (GCC), 171, 172, 173, 198, 305
Gulf Corporation Council (GCC) countries, 330

Habil, Abdurrahman, 277
Hadith, 40, 41, 48, 130, 339
examples, 46
Hajjah, 190
Halal (permissible), 190, 191
Hanafi, 337
Hanafi jurists, 269
Hanafis, 48, 340
Hanbalis, 48
Hanbali jurists, 269, 270
Hanbalis, 337
Hannerz, Ulf, 68
Happiness, 83–84, 94n34
Haqq, Z., 245
Haram (forbidden) items, 1, 111, 150, 155, 190, 324
Harvard Law School, 30
Hashim, J., 218, 219, 220
Hassan, Kabir, 14, 246, 248, 251
Hassan, M. Kabir, 304, 305
Hassan, Taufiq, 304, 318
Hausman, Daniel, 82, 83, 89, 94n34, 96n42
INDEX

Hayat, Raphie, 304, 318
Health insurance, 356
Hedging, 154, 335, 344
Hedging, speculation, gambling, 344–345
Hedging aspect, of options, 338
Hedging instruments, 345
Hedging opportunity, 304
Hedging risk techniques, 124
Hedonimeter, 79
Hedonism, 78–79
Henry, Clement M., 11
Here-and-now paradigm, 149
Here-and-now-and-me paradigm, 149
Heuristic analytical device, 92n15
High-leverage ratios, 196
High-net worth individuals (HNWI), 151
High-net worth investors, 258
Hijab, 219
Hik, 275
Hikmah, 281n40, 282n44
History
  of Islamic economic thought, 12
  of Muslims civilization, 29
Hyal, 52
Hoarding, 162n26
Hobson, John A., 93n26
Hodgson, Geoffrey, 97–98n53
Hoepner, Andreas G. F., 305, 319n9
Hoffman, L., 218
Home financing, 51, 56, 283, 291
Home ownership finance, 186n21
Homo economicus, 27, 78
Homo islamicus, 27
HSBC Saudi Arabia Limited, 307
Human behavior, 43
Human resource management, 14
  functions, 215–216
Human rights, 149
Hume, David, 91n1
Huq, Ziaul, 21
Huquq mujarradah (abstract rights), 344
Hylomorphism, 87
Hypothesis and data
  empirical results, 312–314
  hypothesis development, 306–307
  methodology, 309–312
  Saudi mutual fund data, 307–309
  conclusion, 316, 318–319
‘Ibadat, 43, 219
IBF (Islamic Banking and Finance), 3, 8
Ibn al-Qayyim, 337, 339
Ibn Khaldun, 20, 25, 29, 34n19
Ibn Rushd, 269
Ibn Taymiyyah, 339
Identity and corporate image, 301
Ideoscape, 65
Ideoscape, 65
Ignorance zone, 245
IIIFCs, 363
IIFM, 137
IJara (lease-based) activity, 53, 56, 57, 107, 113, 166, 175, 234, 270, 271, 275, 276
  contracts, 247, 269, 356
  described, 174
  vs. murabaha transaction, 288
  for purchase finance, 110
  refinancing with, 288
  strategy, 109
  structures, 169, 170, 172, 173, 176, 326, 328, 330
  transactions, 285, 286, 287, 288, 289, 291, 327, 328, 358
IJara wa ‘aqitna (rent to own) transaction, 285
IJarah financing, 249
IJarah structure, 326–329
IJarah sukuk, 130
IJarah wa iqtina,’ 235
Ijima (consensus), 184n1
Ijtihad (strive), 40, 44, 71
‘Ilal, 275
Ilah, 281n40, 282n44
IMFI, 357
Immorality, 8
Impermissible legal strategy (hilah), 273, 281n35
Impurity, 325
Income and unacceptable practices, 193
Income distribution, 225
Inconsistent preferences, 82
Indemnity, 328
Index design and development
  India, 355
  Indian Muslims, 4
  Indices, 13
  Indirect interest, 271
  Indirect interest charges, 306
  Indirect strategies, 223–224
  Individual rights, 148, 149
  Indonesia, 216, 224, 262, 353
  Inflation, 190
  Information, 306
  Information ratio, 305
  Infrastructure institutions, 140
  Inheritable assets, 340
  Inheritance, 158–159
  Inheritance law (faranid), 158
  Injustice exploitation, 273
  Innovations, 13–14
An Inquiry into the Nature and Causes of the Wealth of Nations (Smith), 28
Index

Insolvency, 57
Institutional developments, 21
Institutional involvements, 30
Insurance companies (Takaful), 1, 70
Insurance industry, 206–207, 208
Integration, 87
Intellectuals, 108
Intention (niyyah), 47
Interbank money market, 123
Interest. See Riba (interest/usury)
Interest alignment, 324
Interest avoidance, 265
Interest based stratagems, 107
Interest charges, 2
Interest rate clocks, 285
Interest rate imputation, 285
Interest rate risk, 345
Interest rates, 45, 246, 284–285, 342
charging fixed, 232
on microcredit loans, 355
and short-term loans, 232
Interest-bearing debt finance, 9
Interest-free accounts, 257
Interest-Free Banking, Banuri Town, 104
Interest-free lending, 9
Interest-free loans, 234
Internal auditing, 252n14
Internal control, 252n14
Internal measurement, 196
Internal Shari’a Control (ISC) rating, 296–297
International business manager, 319
International Centre for Research in Islamic Economics, 21
International economic law, 58
International Islamic Financial Market (IIFM), 125, 136, 333
International Islamic Liquidity Management (IILM) Corporation, 158
International Islamic Management Corporation (IILM), 125
International marketing, 14
International microloan organizations (IMOs), 248
International Monetary Fund (IMF), 65, 123, 334
International organizations, 359
International Shariah Board on Zakat (ISBOZ), 228, 251
International standards, 56
International Swap and Derivative Association (ISDA), 333
Introduction to the Principles of Morals and Legislation (Bentham), 83
Invalid agency, 109
Invalid interpretation, 112
Investment agency, 131–132
Investment agency arrangement, 181
Investment funds, 155
Investment goal classifications, 307
Investment risk, 10
Investment screening, 258
Investments, 154
low rate of return, 232–233
Investor risk, 289
Inward investment, 260–262
Iqbal, Z., 12
Iran, 230
Iranian model, 265
Iraq, 230
Ireland, 201
Ishan (kindness to others), 153
Islam and Mammon (Kuran), 3
Islam and poverty eradication, 224–231
Awqaf, 228–229
Awqaf management weakness, 230–231
Islamic tools for, 226
poverty alleviation strategies, 224–226
Zagat as tool for, 226–228
Zagat management weakness, 230
Islam and the Modern Economy and Commerce (Uthmani), 103
Islamic acquisition structure, 268
Islamic asset managers, 150
Islamic Bank Bangladesh (IBBL), 358
Islamic Bank Bangladesh Ltd. and the Rural Development Scheme, 358–359
Islamic Bank of Britain (IBB), 258
Islamic Bank of Thailand, 249
Islamic bankers, 107–108
Islamic banking
vs. conventional banks, 108
fatwa (legal opinion) on, 13
formation of, 6
improvement vs. alternative, 71
validity of, 13
Islamic banking, 261
Islamic banks, 1, 70, 258
Islamic Development Bank, 264
savings products with, 357
Islamic bonds, 290
Islamic business ethics, 154
Islamic capital markets, 165, 166, 184
Islamic certificates of deposit (ICDs), 134
Islamic doctrine, 5
Islamic economic literature, 27
Islamic economic theory, 3, 6
framework of, 4
origins of, 1
Islamic economic thought, history of, 12
Islamic economic values, 5–6
Islamic economics
vs. Islamic finance, 31
literature of, 23–24
Islamic economists, 24
Islamic equity funds (IEFs), 304, 305
Islamic ETFs, 201
Islamic finance, 24–25, 30–31, 257
alternatives, 262
basic rules of, 44–45
closing transactions, 57
and community, 71
vs. conventional finance, 45
cultural origin, 12
dual regulatory systems, 55–56
enforceability of contracts, 57–58
as ethical alternative, 260
freedom of contract, 50–51
gharar (speculation) prohibition, 49–50
growth of, 265
hubs, 261
and identity, 70
vs. Islamic economics, 31
Islamic finance products, 51–53
Islamic Framework of, 39–61
Islamic jurisprudence, 43
Islamic law interpretation, 54–55
Islamic law sources, 40–43
Islamic law theory, 39–40
Islamicity of, 55
key elements of, 265
legal systems, 44
and morality, 72
property, trade and financial ethics, 45–47
regulatory environment, 56
retail market for, 259
riba (interest) prohibition, 47–49
risk and derivatives in, 331–352
social and economic development, 53–54
Islamic Finance in a Nutshell (Kettell), 12
Islamic finance in world economy
about, 1–2
contemporary industry, 7
conventional finance vs. IEF, 8–11
history of, 3–6
Islamic banking origins, 6–7
studies regarding, 7–8
Islamic finance industry, 2, 44, 56
Islamic finance, risk and derivatives in
basic features of, 333–335
derivatives instruments analysis, 335–344
hedging, speculation, gambling, 344–345
risk management, 332–333
Shariah-compliant swaps, 345–348
Islamic finance transactions, 57
vs. conventional loans, 287
Islamic finance worldwide conditions
Arab Spring, 264–265
conclusion, 265
Europe, 258–260
government motivation and approaches, 260–263
history, 257–258
Islamic financial industry, 54
Islamic financial institutions (IFIs), 11, 70, 141, 158, 217, 332
Islamic Financial Service Board (IFSB), 125, 331
Islamic financial system, 7
Islamic financing, 6
Islamic financing modes, 235
Islamic financing transactions, tax status of, 288
Islamic funds, 258, 304
Islamic Human Resources Management Practices (IHRMP)
about, 215–216
conclusion, 221
role of religion in post-9/11 environment, 217
role of religion in SHRM, 216–217
vs. Strategic Human Resources Management (SHRM), 221
Islamic indexes, 30, 150, 154, 196, 199, 201, 309
Islamic interbank market and reciprocal loans, 134–135
Islamic Interbank Money Market, 133
Islamic investment opportunities, 23
Islamic law (Shari’a), 1, 2, 70
sources of, 3, 40–43, 43
Islamic legal theory, 39, 39–40, 44
Islamic legal thought, 12
Islamic MFIs, 234–235
Islamic microfinance, 14, 15, 233–235
about, 353–354
Afghanistan, 359–363
case studies, 358–364
conclusion, 364
vs. conventional microfinance, 233–235
conventional microfinance products, 354–356
Islamic Bank Bangladesh Ltd. and the Rural Development Scheme, 358–359
microcredit, 356–357
microsavings and micro-takaful, 357
modes of financing, 234–235
product offerings, 356–357
Sanduq, 363–364
sources of funds, 233–235
Islamic microfinance (Continued)
  Syria, 363–364
  and traditional Islamic funds, 240
Islamic microfinance business model, 247
Islamic microfinance institutions (IMFIs), 241, 247, 356
  conclusion, 251
  in Europe, 250–251
European practices and potential, 249–250
models, 246–247
  pilot project, 241
  three-stage model, 251
Islamic microfinance integration with zagat and awqaf
  about, 235–236
  financial management framework, 238–240
  organization framework and operating procedure, 236–238
Islamic microfinance model in poverty alleviation, 245–253
  about, 245–247
  existing global practices, 248–249
  literature review, 247–248
Islamic microfinance programs, in
  Afghanistan, 360
Islamic Microfinance Services Providers (IMSPs), 249
Islamic microfinance structures, 364
Islamic microfinancing institutions (IMFIs), 233
Islamic mortgages
  conclusion, 291–292
  financial performance, 288–289
  financing modes, 283–287
  investor risk, 289
  mode selection, 287–288
  pricing risk, 289–291
Islamic movements, 19
Islamic mutual funds
  hypothesis and data, 306–309
  performance, 303–321
  previous literature on, 304–306
Islamic negotiable instruments (INI), 137
Islamic poverty alleviation model, 223–243
  conventional microfinance and Islamic microfinance, 231–233
  Islam and poverty eradication, 224–231
  Islamic microfinance integration, 235–240
Islamic practices, 11
Islamic principles, 258
Islamic private equity funds (Qard Hasan), 155
Islamic profit-rate swap, 345–346
Islamic REITS, 157
Islamic repurchase agreement (repo), 135–139

Islamic Research and Training Institute (IRTI), 29

Islamic revivalism, 19, 30
Islamic science and neoclassical economic theory
  about, 75–77
  conclusion, 90–91
Islamic alternative, 78–84
Islamic critique of economics, 84–90
  neoclassical theory, 77–78
  psychological hedonism, 78–84
  quantum enigma, 84–90
  traditional objectives of human work, 77–78

Islamic Sharia benchmarks, 239
Islamic sukuk, 258
Islamic sukuk instruments, 265
Islamic thought, spiritual roots of, 12
Islamic transactions, 8
Islamic wealth management
  conclusion, 159–160
  described, 149–150
  elements of, 151–159
  paradigm difference, 147–149
  redistribution and community building, 151–153
  wealth creation, 153–159
Islamic work ethics, and loyalty, 220
Islamicity of products or financial structures, 54
Islamization, 33n8
  of economics, 28
  of economy, 21
Isenad (chain of transmission), 41
Israelsen, Craig L., 310
Istithan (juristic preference), 43
Istisna (construction contract), 52, 166, 169
Istisna (construction contract) financing, 292n2

Jama, 135
Japan, 262
Jastrow, Robert, 87
Jensen, Michael C., 304
Joint purchase, 286
Joint venture agreement, 52
Joint venture matters, 329
Joint venture partners, 326, 329
Joint ventures, 177, 189, 328, 357
  wholly owned, 324
  Joint-stock companies, 189
  Jordan, 230
  Junaidah, H., 216, 220

The Juridical Rebuttal against Justice Muhammad Taqi (Taqi) (Shaykh), 103
INDEX

Jurisprudence, 109
Jurisprudential law, 44

Kalimah, 5
Kane, Alex, 312
Karim, Nimrah, 233
Kazakhstan, 262
Keeble, Brian, 77
Kettell, Brian, 12
Keynesian ideas, 23
Keynesian revolution, 26
Khadijah, 7
Khamr (grape wine), 42
Khan, Mawlana Salimullah, 103
Khan, Mohsin, 24, 29, 94n28
Khir, Abdul, 273
Khiyar al-shart (stipulation right), 340, 343
Know-your-customer (KYC) policy, 299
Kobeisy, A., 216
Krahne, K., 218
Kräussl, Roman, 304, 318
Kroessiry, M., M., 359
Kuala Lumpur Syariah Index (KLSI), 305
Kuran, Timur, 3, 4, 5, 71
Kuwait, 220, 230
Kuwait Finance House (KFH), 11, 257

Last will and testament (wasiyah), 158
Late payment fees, 106
Later-and-us paradigm, 149
Laws, 216. See also Shariah
Lease, 286
duration of, 328
ijara (lease-based), 178
Lease (ijara), 186n18
Lease agreement, 271
Lease assets, 270–272
Lease participants, 268–269
Lease payments, 285
Leased assets, 271
Legal categories, 43
Legal purposes (maqasid), 267
Legal stratagem (hilah), 272–273
Lender of last resort, 140
Lending, 47, 291
administrative expense of, 355
Leverage, 326
in compliant manner, 330
Lewis, Mervyn K., 10
Lexicographic approach, 82, 88, 93n19, 93n22, 94n28
Lexicographic functions, 81
Liability, 179
Libya, 230, 264
Limited liability, 112
Limited liability companies, 162n29
Limited partnership arrangement, 52
Linguistic analysis, 40
Liquid assets, 140
Liquidated damages, 341
Liquidity, 190, 291, 338
defined, 121
Liquidity management, 138, 140, 158
products for, 132
Liquidity Management Center in Bahrain, 125
Liquidity risk, 289, 290
causes of, 123–124
management of, 122
Liquidity risk management about, 121
commodity murabahah, 126–128
conclusion, 141
and the crisis, 121–123
current solution, 124–125
investment agency and, 131–132
Islamic interbank market and reciprocal
loans, 134–135
Islamic repurchase agreement (repo), 135–139
Malaysian Islamic interbank money market,
133–134

Juristic disagreement about, 103–106
allocation of profit, 111–112
argument, style, and scope, 104–106
banks corporate personality, 112
banks interest-based elements, 112–113
benchmarking rent to market interest rate, 110
diminishing partnership, 112
equity-based deposits, 110–111
fatwa (legal opinion), 113–115, 115
forced charity as penalty, 110
glossary, 116
intellectuals, 108
Islamic bankers, 107–108
jurisprudence principles, 109
Muhammad Taqi Uthmaani, 108
murabaha agency, 109–110
murabaha and ijara, 109
murabaha vs. fighi muragaha, 109
purchase finance ijara, 110
response from Pakistan, 115–116
security deposits, 110
service fees, 111
state bank regulations, 111
translation note, 106
translation of fatwa, 115
unilateral amendments, 111

Juristic law, 44

Khamr (grape wine), 42
Khrasussl, Roman, 304, 318
Kroessiry, M., M., 359
Kuala Lumpur Syariah Index (KLSI), 305
Kuran, Timur, 3, 4, 5, 71
Kuwait, 220, 230
Kuwait Finance House (KFH), 11, 257

Late payment fees, 106
Later-and-us paradigm, 149
Laws, 216. See also Shariah
Lease, 286
duration of, 328
ijara (lease-based), 178
Lease (ijara), 186n18
Lease agreement, 271
Lease assets, 270–272
Lease participants, 268–269
Lease payments, 285
Leased assets, 271
Legal categories, 43
Legal purposes (maqasid), 267
Legal stratagem (hilah), 272–273
Lender of last resort, 140
Lending, 47, 291
administrative expense of, 355
Leverage, 326
in compliant manner, 330
Lewis, Mervyn K., 10
Lexicographic approach, 82, 88, 93n19, 93n22, 94n28
Lexicographic functions, 81
Liability, 179
Libya, 230, 264
Limited liability, 112
Limited liability companies, 162n29
Limited partnership arrangement, 52
Linguistic analysis, 40
Liquid assets, 140
Liquidated damages, 341
Liquidity, 190, 291, 338
defined, 121
Liquidity management, 138, 140, 158
products for, 132
Liquidity Management Center in Bahrain, 125
Liquidity risk, 289, 290
causes of, 123–124
management of, 122
Liquidity risk management about, 121
commodity murabahah, 126–128
conclusion, 141
and the crisis, 121–123
current solution, 124–125
investment agency and, 131–132
Islamic interbank market and reciprocal
loans, 134–135
Islamic repurchase agreement (repo), 135–139
Malaysian Islamic interbank money market,
133–134
Liquidity risk management (Continued)
musharakah certificates as money market instrument, 132–133
regulators’ concerns, 139–141
salam securities as money market instrument, 128–130
short-term harah as money market instrument, 130–131
Liquid-to-asset ratio, 124
Loan controls, 361
Loan fund for consumption purposes, 235
Loan sizes, 363
Loans, 284
Locally focused portfolios, 312–314
London Interbank Offered Rate (LIBOR), 60n33
London Metals Exchange, 126
Low cost strategies, 215
Loyalty, and Islamic work ethics, 220
Luxembourg, 201, 258, 262
Luxembourg MFIs, 249–250
Macrocosmic phenomena, 25
Macrocosmic theory, 44
Mainstream economics, 23. See also
Conventional economics
Majils (contractual sessions), 274
Mal, 150
Malaysian Islamic interbank money market, 133–134
Maliki, 48, 337
Maliks, 336, 339
Malis (contractual session), 274
Malpractice prevention, 225–226
Managed fees, 52
Management problems, 252n13
Manfaa, 174
Maqasid (broad objectives), 31, 43
Maqasid al-Islam, 31, 32
Maqasid al-Shari‘ah, 275–276
Maqasid ash-Shariah, 31
Marcus, Alan, 312
Margin maintenance, 138
Margin trading, 306
Marginal composition, 93n27
Marginal utility, 93n24
Marginally poor, 240
Market activity, 259
Market capitalization, 192, 198
Market exchange, 75
Market imperfections, 98n56
Market Murabaha Group, 360
Market risks (beta), 129, 311
Market size, 210–211, 213n30
Markup as interest payments, 56
Martin, William, 14
Marx, Karl, 68
Maslahah (rulings), 42, 43
Maslahah, 344
Master Collateralized Muabaha Agreement (MCMA), 139
Master landlord (mu‘jir), 325, 328, 330
Master lease, 327, 329
Master tenant, 328, 329
Mawdudi, Mawlahana, 4, 5
Maysir (gambling), 1, 31, 49, 150, 204, 306, 344, 345
Mazuy model, 305
MBS, 136
McMillen, Michael, 13
Media technologies, 66
Mediascape, 65
Mental state account, 83
Merdad, Hesham, 305
Mexico, 355
Mezzanine debt, 330
Micro Enterprise Investment Scheme (MEIS), 358
Microbusinesses, 231
Microcosmic system, 44
Microcredit, 354–355, 356–357
for consumption purposes, 235
Microcredit institutions (MFIs), 232
Microcredit loans, 355
Microfinance, 7, 231
Microfinance Investment Support Facility for Afghanistan (MISFA), 359
Microfinance options, 53
Microinsurance, 356
Micro-lending, 54
Microsavings, 355–356
Microsavings and micro-takaful, 357
Micro-takaful, 356, 357
Middle East, 195, 196
Mill, James, 78
Mill, John Stuart, 85, 86
Mirakhor, A., 12, 24
Mirowski, Philip, 85, 96n42
Mission and vision, 236
Mithli (fungible goods), 128
Mode selection, 287–288
Modern economies, 23
tool kit, 24
Modern Islamic finance transactions, 50
Modified Sharpe ratio, 310, 311
Modigliani and Modigliani (MM) measure, 304, 305, 311
INDEX

Moghul, Umar, 326
Mohamad, Shamsher, 304, 318
Mohammed, Prophet, 7
Mokhtar, M., 305
Mollah, Sabur, 14
Money market instruments
  musharakah certificates, 132–133
  salam securities, 128–130
  short-term harab, 130–131
Mono-utility approach, 88, 94n28
Mono-utility functions, 79, 82, 83, 85, 86, 88, 90, 92n18, 96n42
Mono-utility relation, 94n30
Monthly net asset values (NAVs), 309
Moody’s, 332
Moral hazard predicament, 208
Morality, apathy to, 209
Morningstar, 196
Morocco, 216
Mortgage losses, 289
Mortgage tax, 288
MSCI Barra, 199
MSCI Emerging Markets India, 196
MSCI Islamic Index Series, 197
Mu’amalat, 43
Mubadalatul arbaah, 345
Mudaraba (limited partnerships), 52, 53, 108, 181, 204, 235, 246, 357, 358, 361
  joint ventures, 166
  products, 248
  service fees in accounts, 111
  structures, 168
Mudaraba contracts, 247
Mudaraba Interbank Investment (MII), 133
Mudaraba mode, 239, 240
Mudaraba model, 238
Mudaraba PLS loans, 251
Mudaraba/musharaka contracts, 356
Mudarib (manager/developer), 181
Muhammad, N. M., 305
Muhammad, Prophet, 29, 32, 40, 41, 203, 211, 229
Muhammad Al-Bashir Muhammad
  Al-Amine, 13
  Multi-utility relation, 82, 90
Muqaddimah, 20
Muqasah (set-off), 347
Murabaha (cost plus markup), 51, 52, 107, 113, 125, 234, 246, 267, 268, 283, 347, 358, 361
  agency in, 109
  balloon payment, 290
  concept, 252n12
  contracts, 247, 346, 356
  vs. fiqhi murabaha, 109
  vs. ijara (lease-based) transaction, 288
market, 124
  vs. murabaha transaction, 288
strategy, 109
structures, 168, 169, 170, 172, 173
transactions, 56, 57, 166, 284, 285, 286, 287, 289, 290, 291
Murabaha debt, 285, 288, 290
Murabaha financing, 249
Murabaha mode, 238
Murabaha model, 364
Murabaha products, 360, 364
Murabaha Sukuk, 156
Murabaha-based lines of credit, 363
Murabaha-based products, 345
Murawwaja Islami Bayniki, 115
Murdoch, J., 245
Musharaka, 52, 177, 178
  joint ventures, 166
Musharaka financing, 249
Musharaka transaction, 286, 287
  vs. murabaha transaction, 288
Musharakah (equity partnership), 235, 246
  structures, 168, 169, 170, 172, 177–180, 357, 358
  transactions, 189, 291
Musharakah-mudaraba-murabaha triad, 168, 170
Musharakah certificates, 132–133
  as money market instrument, 132–133
Musharakah certificates as money market instrument, 132–133
Musharakah contracts, 247
Musharakah products, 364
Muslim countries, 230
“Muslim Economic Thinking” (Ahmad), 21
Muslim-minority countries, 263
Muslims
  history of civilization, 29
  immigrant population, 263 in India, 4
  North America markets, 211
Mutawalli, Aqaf manager, 230
Mutual funds, 14
  described, 189
  Shari’a-compliant, 13
Mutual loans, 135
Muzara’ah, 235
My money = my money concept, 151
My money concept, 153
Myrdal, Gunnar, 29
Nakheel, 58
Naqvi, Syed Haider, 80, 92n18
Nasr, Seyyed Hossein, 76, 78, 86, 88
Nassar, Ahmad Muhammad Mahmoud, 269
Index

National Commercial Bank, 304
Necessity (daruna), 43
Needs category, 152
Neoclassical economic theory, and Islamic science, 75–101
Neoclassical economics, 23, 75, 86
analytical tools, 88
Nepotism, 218
Net asset values (NAVs)
daily, 307, 309
monthly, 309
weekly, 305
Net lease, 327
Neutral choices, 84
New classical macroeconomics, 26
Newton, 97n49
NGOs (nongovernment organizations), 236
Awqaf contributions, 239
credit delivery model, 237
credit for microbusinesses, 240
credit officers, 238
groups, 237–238
key functions, 236
locality and population selection, 237
mission of, 236
objectives, 236
organization structure, 238
pilot program selection, 237–238
sources of funds, 239
use of funds, 240
Niche strategies, 215
Nobel Memorial Prize, 26
Noncompliant tenant, 326
Non-interest-based indices, 288
Non-risk-adjusted returns, 309–310, 318
Normative biases, 29
Normative vs. positive discourse, in economics, 27
North America, Muslim markets in, 211
Novak, Michael, 95n40
Nyazee, Imran Ahsan Khan, 276
Obaidullah, M., 246
Occupancy leases, 330
Off balance sheet solution, 290
Office of the Comptroller of Currency (OCC), 56
Offshore structures
about, 267
circular triangle, 268–272
conclusion, 277–278
contract combination, 273–274
economics, 276–277
lease assets, 270–272
lease participants, 268–269
leases, 269–270
legal structure and stratagem, 272–273
maqasid al-Shari’ah, 275–276
pricing, 274–275
reflections, 272–277
OIC Fiqh Academy Fatwa, 154, 161n10
Oil, 333
Oman, 219, 265
Onboarding, 218–219
Ong, Athwa, 66
Operating partner, 329
Operator (wakal), 204
Opinion letters, 57
Option rights, as property rights, 343
Option scope and concept, 338–342
Option types, 338
Options, 335
hedging aspect of, 338
pricing factors, 343
Organization, 236
Organization of Islamic States (OIS), 6
Organization of Oil Producing Countries (OPEC), 333
Ownership, 6
definitions of, 283
timing, 287
Ownership control, 225
Pakistan, 21, 23, 195, 230
Parking garages, 330
Participation banking, 259, 260, 265
Participatory modes, 23
Particularism, 218
Partnership agreement, 286
Partnership structures, 52
Partnership transactions, 286
Partnerships (Shirakat), 52, 181, 189, 234
diminishing, 106
Performance management, 220
Performance management review, 220
Performance measures, 305
Permanent Research Committee, 334
Philanthropic Awqaf, 229
Philanthropic purposes (Kahf), 229
Philosophical ethics, 82
Pilot projects, 358
Policy Paper on Poverty Reduction (Islamic Development Bank), 249
Political developments, 6
Political thermometer, 79
The Politics of Islamic Finance (Henry and Wilson), 11
Pool of funds, 228
Population growth, 64
INDEX

Portfolio screening, 306
Positive measures, 240
Poverty about, 223–224
antipoverty programs, 223–224
definitions of, 223
Islamic definition, 224
nongraduation from, 233
Poverty alleviation, 249
strategies, 224–226
tools of, 240
Poverty density, 223
Poverty reduction, 236
Poverty trap, 231
PPP (Private Public Partnership), 258
Prayer breaks, 219
Prayer place, 301
Preferential equity returns, 329
Preferred stock, 329
Premodern period, 20
Preventive measures, 240–241
Price differentials, 342, 343
Pricing, 274–275
Pricing mechanism, 288
Pricing risk, 289, 289–291
Primary markets, 165
Principal, 189
Profit allocation, in shirka and mudaraba, 111
Profit and loss based transaction, 288
Profit and loss share nature, 287
Profit and loss sharing instruments, 124
Profit and loss sharing (PLS), 23, 45, 51
model, 52, 54
requirement, 56
Profit and risk, 59n18
Profit distribution, policy, 301
Profit motive, 7
Profit sharing, 283
Profit-rate swaps, 333, 345
Prohibited industries, 265
Project-level debt, 325
Prolegomena (Ibn Khaldun), 20
Property (haqq mali), 47, 340
chain of title to, 56
under consideration, 323–324
ownership in financing transaction, 56
Property rights, 339–340
option rights as, 343
Property transfer, 287
Pudelko, M., 218
Purchasing on credit, 59n21
Purification, 198–199
Put options, 338, 342
Qadi (religious judge), 39–40
Qard al-hasan, 245, 245, 356, 357, 363
Qard al-hassanh, 234
Qard hasan, 151, 152, 155, 234, 252n16
Qard hussian, 300, 301
Qard loans, 357, 359
Qard-el-hasana, 248
Qatar, 171, 172
Qivas, 42
The Quantum Enigma: Finding the Hidden Key
(Smith), 86, 87
Quantum paradox, 84, 86
Quard Hasan, 249
Quard-e-Hasan loan, 251
Quarterly Review Group, 198
Qur’ân, 20, 27, 32, 40
Qur’ânic examples, 45–46
Qur’ânic references, 47
Qur’ânic verses, 46–47
Qurar-e-hasana, 251
Rabb ul-mal (capital provider), 181
Rahman, Fazlur, 233
Rammal, Hussein Guizar, 305, 319n9
Rating agencies, 57, 122
Rating methodology, 294–297
Rational expectation school, 26
Rational intellect (ijtihad), 41, 42
Real business cycle, 26
Real estate investment, 157
Real estate transactions, vs. debt transactions, 291
Real property, 271
Real-estate portfolios, 258
Reality, 28
levels of, 89
Reciprocal loans, 135, 141
Recommended transfers, charity, 226
Recourse carve-out events, 328
Recruitment selection, 218
Refinancing, 289
with ijara, 288
Reflexive project, 69
Regulations, convergence and harmonization, 125
Regulators, 55
Regulators’ concerns, 139–141
The Reign of Quantity and the Signs of the Times (Guernon), 93n23
Relationships, 67–68
Relative risk-adjusted performance measure, 311
Religion and culture, 217
Religion role
in post-9/11 environment, 217
of Sharia Law, 217
in SHRM, 216–217
Religion role in post-9/11 environment compensation, 220–221
onboarding, 218–219
performance management, 220
recruitment selection, 218
Sharia Law role, 217
SHRM model, 217–218
training/development, 219–220
Religious Awqaf, 229
Religious beliefs
and economic behavior, 5
nonconformance with, 233
Religious diversity, 216
Religious economic laws, 75
Religious economic theory, 75
Religiously diverse work force, 219
Religiousness, 112
Rent, 106
benchmarking by market interest rate, 110
vs. interest, 285
Rent control, 285
Rental activities, 157–158
Rent-based transaction, 290
Rent-to-own concept, 53, 285
Repatriation, 260
Repayment rates, 359, 364
Repentance, 114
Repurchase agreement (repo), 135
Reserve currencies, 125
Retail banks, 258
Retail Islamic finance, 263
Retail markets, 259
Revenue-indexed bonds (GES), 134
Reverse arbun, 342, 343
Reverse murabahah, 346
Reverse-commodity murabahah, 346, 347
Revivalist ethos, 23
Rezec, Michael, 305, 319n9
Riba (interest/usury), 1, 4, 10, 13, 31,
33–43n17, 45, 138, 150, 155, 157, 217, 225,
232, 235, 273–274, 284, 306, 343
definition, 9
vs. profit (ribh), 110
prohibition of, 24
vs. rent, 285
on security deposits, 325
stratagem for, 110
types of, 47–48
Riba-based institutions, 1
Ribawi, 275
Ribawi transaction, 290
Rice, G., 217
Rida, Rashid, 19
Right to cancel, 341
Risk issues, 331
Risk management, 332–333, 338, 339, 344
Risk pricing, 289
Risk sharing, 45, 261
Risk tolerance, of customers and investors, 284
Risk-free proxy, 307
Risk-return portfolio, 304
Risks
and derivatives in Islamic finance, 331–352
of loss, 284
property, 286
of recourse carve-out events, 328
types of, 289
Risky lending, 261
Robertson, Robert, 67
Rollins, G., 218
Rotating Credit and Savings Association (RoSCA), 353–354
Rousseau, D., 221
Roy, Oliver, 66
RUPCOD, 361, 363
Rural Community Development Project, 363
Rural Development Scheme (RDS), 358, 359
Ruskin, John, 85, 86, 93n23, 96n43, 96n44,
96n46
Russell Jadwa Index, 197
S&P 500, 196
S&P Shariah Indexes, 197
Sadaqah (voluntary charity/alms), 151, 152,
249
Sadat al-fitr (compulsory transfer), 226
Sadeq, Abdulhasan M., 229
Salaf, 270
Salam, 166, 269, 270
defined, 128
Salam contract, 269, 336
Salam securities as money market instrument about, 128–129
salam sukuk, 129–130
Salam structures, 170
Salam sukuk
and Bahraini experience, 129
salam securities as money market instrument, 129–130
structure of, 129–130

Index

The Reign of Quantity and the Signs of the Times

(Guernon), 93n23

Relationships, 67–68

Relative risk-adjusted performance measure, 311

Religion and culture, 217

Religion role

in post-9/11 environment, 217

of Sharia Law, 217

in SHRM, 216–217

Religion role in post-9/11 environment

compensation, 220–221

onboarding, 218–219

performance management, 220

recruitment selection, 218

Sharia Law role, 217

SHRM model, 217–218

training/development, 219–220

Religious Awqaf, 229

Religious beliefs

and economic behavior, 5

nonconformance with, 233

Religious diversity, 216

Religious economic laws, 75

Religious economic theory, 75

Religiously diverse work force, 219

Religiousness, 112

Rent, 106

benchmarking by market interest rate, 110

vs. interest, 285

Rent control, 285

Rental activities, 157–158

Rent-based transaction, 290

Rent-to-own concept, 53, 285

Repatriation, 260

Repayment rates, 359, 364

Repentance, 114

Repurchase agreement (repo), 135

Reserve currencies, 125

Retail banks, 258

Retail Islamic finance, 263

Retail markets, 259

Revenue-indexed bonds (GES), 134

Reverse arbun, 342, 343

Reverse murabahah, 346

Reverse-commodity murabahah, 346, 347

Revivalist ethos, 23

Rezec, Michael, 305, 319n9

Riba (interest/usury), 1, 4, 10, 13, 31,

33–43n17, 45, 138, 150, 155, 157, 217, 225,

232, 235, 273–274, 284, 306, 343
definition, 9

vs. profit (ribh), 110

prohibition of, 24

vs. rent, 285

on security deposits, 325

stratagem for, 110
types of, 47–48

Riba-based institutions, 1

Ribawi, 275

Ribawi transaction, 290

Rice, G., 217

Rida, Rashid, 19

Right to cancel, 341

Risk issues, 331

Risk management, 332–333, 338, 339, 344

Risk pricing, 289

Risk sharing, 45, 261

Risk tolerance, of customers and investors, 284

Risk-free proxy, 307

Risk-return portfolio, 304

Risks

and derivatives in Islamic finance, 331–352

of loss, 284

property, 286

of recourse carve-out events, 328
types of, 289

Risky lending, 261

Robertson, Robert, 67

Rollins, G., 218

Rotating Credit and Savings Association (RoSCA), 353–354

Rousseau, D., 221

Roy, Oliver, 66

RUPCOD, 361, 363

Rural Community Development Project, 363

Rural Development Scheme (RDS), 358, 359

Ruskin, John, 85, 86, 93n23, 96n43, 96n44,

96n46

Russell Jadwa Index, 197

S&P 500, 196

S&P Shariah Indexes, 197

Sadaqah (voluntary charity/alms), 151, 152,

249

Sadat al-fitr (compulsory transfer), 226

Sadeq, Abdulhasan M., 229

Salaf, 270

Salam, 166, 269, 270
defined, 128

Salam contract, 269, 336

Salam securities as money market instrument about, 128–129

salam sukuk, 129–130

Salam structures, 170

Salam sukuk

and Bahraini experience, 129

salam securities as money market instrument, 129–130

structure of, 129–130
<table>
<thead>
<tr>
<th>Index</th>
<th>385</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sale and lease back concept, 131</td>
<td>Share capital, 238</td>
</tr>
<tr>
<td>Sale and repurchase agreements, 306</td>
<td>Share trading (khiyar al-shart), 343</td>
</tr>
<tr>
<td>Sale of debt, 123</td>
<td>Shareholders, 206</td>
</tr>
<tr>
<td>Sale of pure rights, 343</td>
<td>Shari’a, 293</td>
</tr>
<tr>
<td>Sale-and-purchase agreement, 175</td>
<td>Shari’a quality rating about, 293–294</td>
</tr>
<tr>
<td>Sale-back, 53</td>
<td>accounting standards, 297–298</td>
</tr>
<tr>
<td>Sale-repurchase strategy, 109</td>
<td>corporate social responsibility ratings, 299–302</td>
</tr>
<tr>
<td>Samuelson, Paul, 23, 34n21</td>
<td>Internal Shari’a Control (ISC), 296–297</td>
</tr>
<tr>
<td>Sanduq, 363–364</td>
<td>methodology, 294–297</td>
</tr>
<tr>
<td>Sapcanin, A., 247</td>
<td>Shari’a Supervisory Board (SSB), 294–296</td>
</tr>
<tr>
<td>Saudi Arabia, 167, 173, 195, 201, 216, 230, 303, 304, 333</td>
<td>training and human resources, 298</td>
</tr>
<tr>
<td>Saudi Arabia mutual funds, 318</td>
<td>zakat (charitable giving) policy, 299</td>
</tr>
<tr>
<td>Saudi Interbank Offering Rate (SIBOR), 307</td>
<td>Shari’a Quality Ratings (SQR), 294, 300, 302 vs. credit rating, 293</td>
</tr>
<tr>
<td>Saudi Islamic mutual funds, 318</td>
<td>Shari’a supervisory board, 194</td>
</tr>
<tr>
<td>Saudi mutual fund data, 307–309</td>
<td>Shari’a-compliant mortgage financing, 56</td>
</tr>
<tr>
<td>Saudi Stock Exchange (Tadawal), 307</td>
<td>Shariah, 263, 319n1, 324 basic principles of, 324</td>
</tr>
<tr>
<td>Savings, 355–356</td>
<td>Shariah advisers, 325, 326</td>
</tr>
<tr>
<td>Savings products, with Islamic banks, 357</td>
<td>Shariah compliance, 209</td>
</tr>
<tr>
<td>Scapes, 65</td>
<td>Shariah implementation, 21</td>
</tr>
<tr>
<td>Scholar consensus, 71</td>
<td>Shariah law, 303, 306, 318</td>
</tr>
<tr>
<td>Scholte, Jan Aart, 63, 66</td>
<td>Shariah scholars, 30</td>
</tr>
<tr>
<td>Schools, 39</td>
<td>Shariah structure, 168</td>
</tr>
<tr>
<td>Schools of religious law, 336</td>
<td>Shariah Supervisory Boards, 197</td>
</tr>
<tr>
<td>Schroedinger, Erwin, 97n49</td>
<td>Shariah Supervisory Boards (SSB), 293, 294–296</td>
</tr>
<tr>
<td>Schumacher, E. F., 76, 77, 90, 91–92n11, 91n8, 93n23</td>
<td>Shariah-compliance subcategories, 307</td>
</tr>
<tr>
<td>Schumpeter, Joseph, 20</td>
<td>Shariah-compliant assets, 264</td>
</tr>
<tr>
<td>Schuon, Frithjof, 76, 86, 95n37</td>
<td>Shariah-compliant ETF, 201</td>
</tr>
<tr>
<td>Screening, 197</td>
<td>Shariah-compliant finance, 261</td>
</tr>
<tr>
<td>Screening clients, policy, 301</td>
<td>Shariah-compliant financing, 283</td>
</tr>
<tr>
<td>Secondary markets, 130, 139, 165, 166, 290, 291</td>
<td>Shariah-compliant fund assets, 303</td>
</tr>
<tr>
<td>Secondary principles, 43</td>
<td>Shariah-compliant funds, 258</td>
</tr>
<tr>
<td>Secondary Sukuk market, 157</td>
<td>Shariah-compliant indexes, 195, 196 about, 195 vs. conventional indexes, 195–201</td>
</tr>
<tr>
<td>Secularism, 263</td>
<td>future outlook and trends, 201</td>
</tr>
<tr>
<td>Securitization, 125, 165, 184n4, 290–291</td>
<td>index design and development, 196–199 performance comparison, 199–200</td>
</tr>
<tr>
<td>Security deposits, 110</td>
<td>Shariah-compliant indexes performance vs. performance conventional indexes, 196–200</td>
</tr>
<tr>
<td>interest on, 325</td>
<td>Shariah-compliant indexes vs. conventional indexes, 195–201</td>
</tr>
<tr>
<td>Self-identity, 69</td>
<td>Shariah-compliant methods, 264</td>
</tr>
</tbody>
</table>
Index

Shariah-compliant real estate investment in United States
  compliance determination, 325–326
  conclusion, 330
  diligence, 324–325
  financing matters, 329–330
  Ijarah structure, 326–329
  joint venture matters, 329
  property under consideration, 323–324
  tax structuring, 330
  third party financing, 323–326
Shariah-compliant swaps, 345–348
Shariah-prohibited elements, 306
Sharia’s Standard Board (SSB), 2
Sharpe, William, 304, 305
Sharpe ratio, 305, 310, 311
Shawamreh, Cynthia, 12
Shaykh, Habibullah, 103
Shi’i scholars, 59n9
Shirka, 108
Shirka and mudaraba, profit allocation in, 111
Short-selling, 154, 261
Short-term government bills, 129
Short-term harah, 130–131
Short-term Islamic bonds, 131
Short-term loans and interest rates, 232
SHRM model, 217–218
Shuf‘ah (pre-emption right), 340, 343
Shweder, Richard A., 69
Siddiqui, Farrukh, 14
Siddiqui, Muhammad N., 5, 21, 29, 277
Simple risk-adjusted performance, 316, 318
Simple risk-adjusted performance measurements, 310–312
Singapore, 196
Single factor model, 305
Six Day War, 6
SKS Finance, 355
Small is Beautiful (Schumacher), 91n8
Smith, Adam, 22, 28–29, 77, 91n2, 97n50, 97n51, 97n52
Smith, Kristen, 11
Smith, Wolfgang, 76, 77, 79, 86–87
Social collateral, 353
Social justice, 5, 6, 246
and equity, 235
Social sanctions, 245
Socialism, 22, 31
South Africa, 196
Sovereign risk, 129
Speculation, 277, 306
level of, 344
Spiritual leader, 116
Spiritual needs, 81
Spiritual values, 79
Spiritually neutral economics, 75
Stagflation, 26
Stamp duty. See Transfer taxes
Standard & Poor’s, 332–333
Standard deviation, 332–333
State bank regulations, 111
State responsibility, 226
Stock, 191
Stock screening, 191
Stoicism, 91n2
Strategic Human Resources Management (SHRM), 215
  vs. Islamic Human Resources Management Practices (IHRMP), 221
Subprime crisis, 155–156
Substance-over-form approach, 270, 328
Substitution, 93n24
Successive leases, 280n27
Sudan, 206, 230
Sukuk (Islamic bonds), 53, 123, 134, 155, 183, 258
  definitions of, 166
  hissas, 179
  industry, 167–168
  pre 11/2008, 166–167
  standardization of, 139–140
  Sukuk al hara, 174–177
  Sukuk al wakala, 172
  Sukuk al-ijarah, 166, 170, 174, 176, 184
  Sukuk al-mudaraba, 180–182
  Sukuk al-musharakah, 170, 177
  Sukuk and Islamic capital markets
    about, 165–166
    clarification, 183
    conclusion, 183–184
    described, 184n4
    musharakah structures, 177–180
    shariah structure, 168
    sukuk, 166–168
    sukuk al hara, 174–177
    sukuk al-mudaraba, 180–182
    Sukuk issuances, 173
  Sukuk market (Islamic bond equivalents), 200
  Sukuk markets, 171
  Sukuk offering, 290
  Sukuk structures, 13, 174, 177
  Sukuk-al wakala, 184
  Sulh (reconciliation), 340
  Sunnah, 341
  Sunni legal thought, 40
  Surfing the green wave concept, 209, 212n15
  Survival of the fittest, 97–98n53, 148
  Swaps, 335
  Synthetic murabaha, 52
<table>
<thead>
<tr>
<th>Term</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>Syria</td>
<td>363–364</td>
</tr>
<tr>
<td>Systematic risk (beta)</td>
<td>305</td>
</tr>
<tr>
<td>Systemic risk</td>
<td>311</td>
</tr>
<tr>
<td>Tabreed Financing Corporation</td>
<td>53</td>
</tr>
<tr>
<td>Tadawal Stock Exchange</td>
<td>201</td>
</tr>
<tr>
<td>Tadawul All Share Index</td>
<td>312</td>
</tr>
<tr>
<td>Tagt. Muhammad</td>
<td>103</td>
</tr>
<tr>
<td>Tahawut (netting)</td>
<td>125</td>
</tr>
<tr>
<td>Takaful (Shari’a-compliant insurance)</td>
<td>14, 50, 157, 247, 327</td>
</tr>
<tr>
<td>about</td>
<td>203–206</td>
</tr>
<tr>
<td>beneficial feature of</td>
<td>205</td>
</tr>
<tr>
<td>conclusion</td>
<td>211–212</td>
</tr>
<tr>
<td>difference impact</td>
<td>207–210</td>
</tr>
<tr>
<td>as ethical investment</td>
<td>210–211</td>
</tr>
<tr>
<td>insurance industry today</td>
<td>206–207</td>
</tr>
<tr>
<td>models</td>
<td>204–205, 251</td>
</tr>
<tr>
<td>pool</td>
<td>357</td>
</tr>
<tr>
<td>Taleb, Nassim Nicholas</td>
<td>26</td>
</tr>
<tr>
<td>Talfiq</td>
<td>44</td>
</tr>
<tr>
<td>Tawakkul (complete reliance)</td>
<td>203</td>
</tr>
<tr>
<td>Tawarrug</td>
<td>276–277, 347</td>
</tr>
<tr>
<td>Tawhid (unity)</td>
<td>5</td>
</tr>
<tr>
<td>Tawhidi paradigm</td>
<td>25, 27, 28</td>
</tr>
<tr>
<td>Taxes, 262</td>
<td>See also Transfer taxes</td>
</tr>
<tr>
<td>status of Islamic financing transactions</td>
<td>288</td>
</tr>
<tr>
<td>structuring</td>
<td>330</td>
</tr>
<tr>
<td>treatment</td>
<td>328</td>
</tr>
<tr>
<td>Taylor, Charles</td>
<td>69</td>
</tr>
<tr>
<td>Tazkiyah al-mal (purification of wealth)</td>
<td>151</td>
</tr>
<tr>
<td>Technoscapes</td>
<td>65</td>
</tr>
<tr>
<td>10 percent rule</td>
<td>192</td>
</tr>
<tr>
<td>Tenant (musta’jir)</td>
<td>328</td>
</tr>
<tr>
<td>Tenor of issuances</td>
<td>130, 131, 137, 168–171, 345</td>
</tr>
<tr>
<td>Thailand</td>
<td>224</td>
</tr>
<tr>
<td>Theory of choice</td>
<td>80</td>
</tr>
<tr>
<td>Third party financing</td>
<td>323–326</td>
</tr>
<tr>
<td>Third-party leverage</td>
<td>323</td>
</tr>
<tr>
<td>33 percent rule</td>
<td>192</td>
</tr>
<tr>
<td>Thompson Reuters Islamic Interbank</td>
<td></td>
</tr>
<tr>
<td>Benchmark Rate</td>
<td>285</td>
</tr>
<tr>
<td>Time-value of money</td>
<td>284</td>
</tr>
<tr>
<td>Title transfer</td>
<td>287</td>
</tr>
<tr>
<td>Total reward management</td>
<td>220</td>
</tr>
<tr>
<td>Total risk</td>
<td>310, 311, 314, 316</td>
</tr>
<tr>
<td>Town, Banuri</td>
<td>105</td>
</tr>
<tr>
<td>Toxic assets</td>
<td>122</td>
</tr>
<tr>
<td>Trade</td>
<td>48</td>
</tr>
<tr>
<td>Training and human resources rating</td>
<td>298</td>
</tr>
<tr>
<td>Training/development</td>
<td>219–220</td>
</tr>
<tr>
<td>Transaction costs</td>
<td>287</td>
</tr>
<tr>
<td>Transaction legitimacy</td>
<td>284</td>
</tr>
<tr>
<td>Transfer price</td>
<td>176</td>
</tr>
<tr>
<td>Transfer price payment</td>
<td>175</td>
</tr>
<tr>
<td>Transfer taxes</td>
<td>260, 268, 270, 287, 288</td>
</tr>
<tr>
<td>Transparency</td>
<td>122</td>
</tr>
<tr>
<td>Transparency and disclosures</td>
<td>301–302</td>
</tr>
<tr>
<td>Treasury products</td>
<td>128</td>
</tr>
<tr>
<td>Treaty shopping</td>
<td>330</td>
</tr>
<tr>
<td>Treynor, Jack</td>
<td>304, 305</td>
</tr>
<tr>
<td>Treynor ratio</td>
<td>311</td>
</tr>
<tr>
<td>Tripp, Charles</td>
<td>32n2</td>
</tr>
<tr>
<td>Trusts</td>
<td>155</td>
</tr>
<tr>
<td>Trustworthiness</td>
<td>112</td>
</tr>
<tr>
<td>Truth</td>
<td>79</td>
</tr>
<tr>
<td>Tunisia</td>
<td>264</td>
</tr>
<tr>
<td>Turkey</td>
<td>7, 201, 265</td>
</tr>
<tr>
<td>Turkish model</td>
<td>265</td>
</tr>
<tr>
<td>Tying arrangements</td>
<td>273</td>
</tr>
<tr>
<td>UCITS (undertakings for collective</td>
<td>201</td>
</tr>
<tr>
<td>investments in transferable securities)</td>
<td></td>
</tr>
<tr>
<td>Uddin, Hamid</td>
<td>14</td>
</tr>
<tr>
<td>Udovitch, Abraham L.</td>
<td>7</td>
</tr>
<tr>
<td>Ulama</td>
<td>21</td>
</tr>
<tr>
<td>Umma</td>
<td>66</td>
</tr>
<tr>
<td>UN Development Program (UNDP) Europe</td>
<td></td>
</tr>
<tr>
<td>(MEM) Division</td>
<td>363</td>
</tr>
<tr>
<td>Unacceptable practices and income</td>
<td>193</td>
</tr>
<tr>
<td>Understanding Islamic Finance (Ayub)</td>
<td>12</td>
</tr>
<tr>
<td>Unilateral promises</td>
<td>347</td>
</tr>
<tr>
<td>Un-Islamic banking vs. conventional banking</td>
<td>113</td>
</tr>
<tr>
<td>United Arab Emirates</td>
<td>58, 167, 171, 172, 173, 195, 220</td>
</tr>
<tr>
<td>United Arab Emirates Central Bank</td>
<td>134</td>
</tr>
<tr>
<td>United Kingdom</td>
<td>195, 262</td>
</tr>
<tr>
<td>United States</td>
<td>196, 217, 262, 263, 267, 328</td>
</tr>
<tr>
<td>Islamic financing</td>
<td>268</td>
</tr>
<tr>
<td>United States Department of Treasury</td>
<td>56</td>
</tr>
<tr>
<td>United States Equal Opportunity Commission (EEOC)</td>
<td>217</td>
</tr>
<tr>
<td>Unity of method</td>
<td>76, 89, 95n41, 96n47</td>
</tr>
<tr>
<td>Universal paradigm</td>
<td>25</td>
</tr>
<tr>
<td>Universalism</td>
<td>218</td>
</tr>
<tr>
<td>Unlawful hila</td>
<td>277</td>
</tr>
<tr>
<td>U.S. tax law</td>
<td>330</td>
</tr>
<tr>
<td>U.S. Wall Street Journal Prime Rate</td>
<td>285</td>
</tr>
<tr>
<td>USAID, 360, 361</td>
<td></td>
</tr>
<tr>
<td>USAID ARIES program</td>
<td>361</td>
</tr>
<tr>
<td>Usufruct (manfaa)</td>
<td>53, 166, 174</td>
</tr>
<tr>
<td>Usul-i-fiqh (Sunni legal thought)</td>
<td>40</td>
</tr>
<tr>
<td>Uthmaani, Muhammad Taqi</td>
<td>40, 103, 104, 105, 108, 116</td>
</tr>
<tr>
<td>Uthman, Muhammad Taqi</td>
<td>40</td>
</tr>
<tr>
<td>Uthmaani, Muhammad Taqi</td>
<td>103, 104, 105, 108, 116</td>
</tr>
</tbody>
</table>
Utility, 92n16
Utility theory, 81

Venture capital, 155, 357
Venture capital firms, 1
Visibility of religious practitioners, 216
Vocational training, 237
Volatility, 310
Voluntary transactions, 88

Wa’ad contract, 346, 347, 348
Wadiah, 361
Wadiah-based deposit, 357
Wakala agency, 166
Wakala issuances, 173
Wakala structure, 172
Wakalah (contract), 131–132, 172
advantages of, 132
Wakalah model, 246
Wakala/mudarabah, 204
Waqf (charitable endowment), 151, 153, 204, 249. See also Awaqf
funds, 251
War refugees, 250
Warde, Ibrahim, 6, 51
Warranties, 56

Wealth, 159
transfer of, 151
Wealth management
aspects of, 150
risk of, 13
tools, 14
Weber, Max, 4
Weekly net asset values (NAVs), 305
Welfare, 83, 84
theory of, 88
Western concepts, 148
Western interpretation, of capitalism, 149
Wholesale Islamic banks, 258
Widows, 158, 162n42
Willingness to accept (WTA), 80, 88, 89, 93n20
Willingness to pay (WTP), 80, 88, 93n20

Index

Wills, 158
Wilson, R., 11, 246
Women
as Bangladesh MFI clients, 248
as bank clients, 358
focus of credit to, 233
participation in entrepreneurship, 232
widows, 158, 162n42
Women’s Murabaha Group, 360
Working capital, 239, 240
Working capital financing, 235
Working capital investment, 238
Workouts, 289
World Bank, 65, 359
World Council of Credit Unions (WOCCU), 359, 361
World Council of Credit Unions (WOCCU) IIFCs, 361, 363
The World Is Flat (Friedman), 68
Wouters, Paul, 13

Yemen, 219, 230, 248
Young scholars, 105
Yunus, Muhammad, 354
Yusuf, Abu, 20

Zagat/zakah (charitable giving), 14, 45, 150, 246, 247, 249
(compulsory transfer), 226, 241
administrative cost of, 227
as alternative source of funding, 228
fitra, 152
Fund, 252n16
funds, 238
management weakness, 230
Nisab of, 228
policy, 299, 301
poor borrowers use of, 241
priority use of, 227–228
scope of, 228
as tool for Islam and poverty eradication, 226–228
trust of management of, 230
Zawya, 319n4
Zayan Takaful, 209, 211