

UNIVERSITI TEKNOLOGI MARA

**RISK MANAGEMENT AND FUNDS DISTRIBUTION
IN MOSQUE INSTITUTION AT PUNCAK ALAM**

MUHAMMAD ASYRAN BIN MOHD ASERI

Academic Writing submitted in partial fulfilment of the
requirements for the **Diploma of Muamalat**

Academy of Contemporary Islamic Studies

January 2019

AUTHOR'S DECLARATION

I declare that the work in this academic writing was carried out in accordance with the regulations of Universiti Teknologi Mara. It is original and is the results of my own work, unless otherwise indicate or acknowledged as referenced work. This academy writing has not been submitted to any other academic institution or non-academic institution for any degree or qualification.

I, hereby, acknowledge that I have been supplied with the Academic Rules and Regulations for Under Graduate, University Teknologi Mara, regulating the conduct of my study and research.

Name of Student : Muhammad Asyran bin Mohd Aseri

Student ID : 2016648408

Programme : Diploma in Muamalat

Faculty : Academy of Contemporary Islamic Studies

Title : Risk Management and Funds Distribution in Mosque
Institution at Puncak Alam

Signature of Student :

Date : January 2019

ABSTRACT

Mosque is one of important institution in Islam which not only a place to perform salah (prayer) but it is the centre of the Islamic community that can have a huge impact on the Muslim or non-Muslim community in the area. In achieving the objective that impacts the community, the management of the mosque institution should be effective which include issues in risk management and fund collection and distribution are effectively addressed. This study is conducted to examine the management of fund collection and distribution with the main objective to analyse the risk management practices of mosque institution in Puncak Alam. The design of this study was restricted to the use of the qualitative experimentation methods, which focuses on the members and mosque management committee. I hope this research will give a very good impact to the society and mosque institute in Puncak Alam to improve their management and finally give more good impact to community in Puncak Alam area.

TABLE OF CONTENTS

AUTHOR'S DECLARATION	i
ABSTRACT	iii
ACKNOWLEDGEMENT	iv
TABLE OF CONTENTS	v
LIST OF FIGURES	viii
CHAPTER ONE	1
1.0 INTRODUCTION	1
1.2 RESEARCH BACKGROUND	2
1.3 PROBLEM STATEMENT	3
1.4 RESEARCH OBJECTIVE	4
1.5 RESEARCH QUESTIONS	4
1.6 SCOPE AND LIMITATION OF THE STUDY	4
1.7 SIGNIFICANT OF THE STUDY	5
1.8 RESEARCH METHODOLOGY	5
1.9 CONCLUSION	5
CHAPTER TWO	7
2.1 INTRODUCTION	7
2.2 RISK MANAGEMENT IN ISLAMIC PERSPECTIVE	7
2.2.1 The Concept of Risk	7
2.2.2 The Concept of Risk in Islam	8
2.3 FUND DISTRIBUTION MANAGEMENT AND AUDIT FUNCTION IN MOSQUE INSTITUTION IN MALAYSIA	10
2.3.1 Management in Islamic Perspective	10
2.3.2 The Concept of Audit in Islamic Financial Institutions	11
2.3.3 Financial fund Revenue Sources	13
2.3.4 Islamic Corporate Governance (ICG) and Islamic Social Reporting (ISR) in Islamic Financial Institutions	14
2.3.5 The Non-Profit Organizations	15
2.5 CONCLUSION	16
CHAPTER THREE	17
3.1 INTRODUCTION	17
3.2 THE METHODOLOGY COLLECTING DATA	17
3.2.1 Research Libraries and Website	17
3.2.2 Questionnaire Method	18

3.3	POPULATION.....	18
3.4	SAMPLING.....	19
3.5	CONCLUSION.....	19
CHAPTER FOUR.....		20
4.1	INTRODUCTION.....	20
4.2	HOW THE MANAGEMENT DISTRIBUTE THE COLLECTED FUND?	20
4.3	HOW THE MOSQUE MANAGEMENT MANAGES THE FUND TO OVERCOME THE PROBLEM IN MANAGING THE RISK THAT MIGHT OCCUR?	21
4.4	DO THE MOSQUE HAVE ADEQUACY FUND IN MOSQUE MONETARY? 21	
4.5	ANALYSIS AND INTERPRETATION OF RESULTS.....	23
4.5.1	Respondent Profile.....	23
4.5.2	The Risk Management in The Mosque	27
4.5.3	The Usage of Mosque Fund.....	40
CHAPTER FIVE		44
5.0	INTRODUCTION.....	44
5.1	SUMMARY	44
5.2	RECOMMENDATION.....	46
5.2.1	Standardize the management.....	46
5.2.2	Empowering Mosques through Professional Management.....	47
5.2.3	Financial Management: Demonstrating Mosque Accountability	47
5.3	CONCLUSION.....	48
BIBLIOGRAPHY		49
APPENDIX.....		51