

**UNIVERSITI TEKNOLOGI MARA**

**THE EFFECTS OF ISLAMIC  
FINANCIAL PLANNING TOWARDS  
FINANCIAL POSITION: A CASE  
STUDY IN SHAH ALAM, SELANGOR**

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

**Academy of Contemporary Islamic Studies**

February 2022

## ABSTRACT

Personal financial planning often known as financial planning, is defined by the Certified Financial Planner Board of Standards as the “process of assessing if and how an individual may fulfil life goals through the effective management of financial resources.” This method includes developing a financial plan with the goal of achieving the individual’s goal from one’s current circumstances to desired, future aspirations. Financial planning is a difficult process in which the decision maker must evaluate abstract and dynamic notions such as risk and financial instrument correlation. Individuals frequently make sub-optimal decisions when selecting a financial portfolio due to cognitive constraints, according to empirical and laboratory research in economics and finance. The researcher discovered that all effects are related because when they have a solid financial situation and are free of financial problems, they are able to transfer their riches to the needy while also being able to satisfy their lives with whatever they want and reward themselves. After determining what you require to live a financially healthy life, you can develop goals to help you improve your financial situation. This research conduct to know about how residents in Pangsapuri Baiduri, Shah Alam manage their finance, is it by themselves or use the services of financial advisor. Besides that, this research are very important to know about current situation financial in our society. This research was conducted using two methods which are qualitative and quantitative method. The questionnaires are distribute to residents at Pangsapuri Baiduri, Shah Alam, Selangor.

***Keywords:*** *Financial planning, Islamic financial planning, Financial advisor*

## **ACKNOWLEDGEMENT**

Firstly, I wish to thank God for giving me the opportunity to embark on my Diploma and for completing this long and challenging journey successfully. My gratitude and thanks go to my supervisor Puan Noor Hasyimah Sulaiman. Thank you for the support, patience and ideas in assisting me with this project. I also would like to express my gratitude to Dr.Salimah Binti Yahaya for providing the facilities, knowledge and assistance. Also not forgotten to my fellow friends that help me in complete this final report.

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