

# UNIVERSITI TEKNOLOGI MARA

# THE ROLE OF WAQF IN IMPROVING UMMAH WELFARE AT SEREMBAN, NEGERI SEMBILAN

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### **ABSTRACT**

This research will represent the problem arise on the role of waqf in improving ummah welfare and participation on waqf in economic, education and agriculture aspect. In the economic sector, the Islamic public good waqf has been the focus of much scholarly attention, but have yet to be examined in a theoretical framework which would interpret its workings as an institution and relate them to their economic performance. However, some studies also found that there is no relationship between awareness and education. Beside, some research found that education is not related to waqf and the role of waqf in improving ummah welfare. In the agriculture sector, there exist many managerial and financial issues in such categorizing of the waqf land or agriculture as it should be managed with qualified managers for attaining the goals in the waqf system. In addition, waqf of land also the factor the role of waqf in improving ummah welfare. Thus, in this research aims to investigate the relationship among independent variables which is economic sector, education or agriculture with dependent variables which is the role of waqf in improving ummah welfare among the Muslim respondent in Seremban, Negeri Sembilan. The 150 questionnaires were distributed to the respondents and the data were analysed using Statistical Package for the Social Sciences (SPSS) to make the evaluation more accurate. This study has runner and proving that the findings shows economic variables is the most dominant from others variables as the role of wagf in improving ummah welfare at Seremban, Negeri Sembilan.

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# CHAPTER ONE INTRODUCTION

#### 1.1 INTRODUCTION

Waqf is the one of the important Islamic Finance institution that are exists since the ages of Prophet Muhammad SAW. Waqf institution it self one of the function as the catalyst to the economy and ummah welfare. In this institution leading to the success of social warranty system in Malaysia rather than 'zakat', 'sadaqah' and many others. So, it has been our needs to know on how the role waqf in improving the ummah welfare are works. Moreover, the role of waqf is not only act as a 'ibadah' to Allah SWT, but it is also having a beautiful sides or meaning as an action to the growth of all Muslims. It is because humans itself have a taught, recognized and advanced that enormous welfares related with charitable behavior. In fact, both philosophical and religious teachings have a long reasoned that charitable giving leads to wealth.

### 1.2 OVERVIEW / BACKGROUND OF STUDY

The word of waqf is derived from Arabic root verb which is "waqafa" that means "causing a thing to stop and standstill. Its defined as dedicated a certain property to Allah SWT and devoting it for a religious cause the benefits of human beings (Syed Ameer Ali, 1976). Waqf also one of the practice circumcision and promoted and become mandatory implemented when made with Muslims want religious endowment for wanting the pleasure of Allah that is waqf wealth – sharing mechanism with the other person. In economy, the existence waqf which redistribute wealth to other are very important because it will help to achieve the economic development of the country (Asmak Abdul Rahman, 2009).