UNIVERSITI TEKNOLOGI MARA

FACTORS INFLUENCING THE PAYMENT OF ZAKAT ON EMPLOYMENT INCOME IN SEGAMAT, JOHOR

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Final Year Project Paper submitted in fulfillment of the requirements for the degree of **Bachelor of Business Administration** (Islamic Banking)

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AUTHOR'S DECLARATION

I declare that the work in this final year project paper 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 indicated or acknowledged as referenced work. This thesis 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 Undergraduate, Universiti Teknologi MARA, regulating the conduct of my study and research.

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ABSTRACT

Zakat is the fourth fundamental pillar of Islam. Zakat is a payment that is obligate to all Muslims. Literally zakat means purify and growth. There are many types of zakat that are obligated to Muslim people but this research only want to focus on zakat on employment income. Zakat on employment income is payment that been make after deducting the basic expenditure, exceed the nisab amount and based on lunar year. Nowadays, there are certain Muslim workers in this country that have exceeded sources and income does not make a payment of zakat on employment income. The result from this research can be use in order to improve the performance of the Muslim workers in making the payment of zakat in employment income in Malaysia in general and Segamat particularly. This research aims to analyze the factors influencing the payment of zakat on employment income in Segamat, Johor. The main objective of this research is wanted to analyze the factor influencing the payment of zakat on employment income in Segamat, Johor. There are two variables involve in this research which are independent variable include knowledge, income and self- awareness and dependent variable include payment of zakat on employment income. There are 150 sets of questionnaire had been distributed to the respondents in Segamat area in order to collect the data. Lastly, the SPSS 2.2 is used to analyze the data collected for the purpose of analysis.

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