

UNIVERSITI TEKNOLOGI MARA

**MUSLIMS' INVOLVEMENT IN
TAKAFUL
A STUDY IN KELANTAN**

NUR LIYANA BINTI MOHD NOOR

Dissertation submitted in partial fulfillment
of the requirements for the degree of

Bachelor in Muamalat (Hons.)

Academy of Contemporary Islamic Studies

July 2018

AUTHOR'S DECLARATION

I declare that the work in this thesis/dissertation 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 Post Graduate, Universiti Teknologi MARA, regulating the conduct of my study and research.

Name of Student	:	Nur Liyana Binti Mohd Noor
Student I.D. No.	:	2014917937
Programme	:	Bachelor in Mualamat (Hons.)
Faculty	:	Academy of Contemporary Islamic Studies
Academic Writing	:	Muslims' Involvement in Takaful :
Title	:	A Study in Kelantan
Signature of Student	:	
Date	:	July 2018

ABSTRACT

This research is aim to study about the Muslims' involvement in Takaful. This is because previous studies had highlighted that the awareness regarding Takaful between Muslim's' is low and they only have a limited basic knowledge about Takaful. The problems rose due to the lack of promotion or spreading information to the Muslims as they failed to differentiate between Takaful and conventional insurance. The lack of Muslims' involvement in Takaful could be due to the fact that their level of knowledge regarding is low, their religious centrism does not centered on takaful and the existence of the hindering factors that prevents Muslims from purchasing Takaful. The research methodology for the study is quantitative method by distributing the survey to 100 respondents in Tumpat, Kelantan. This research shows there is a positive relationship between Muslims' involvements with takaful and their level of knowledge, religious centrism and the factors that hinders them from purchasing Takaful products. Hoping this research can contribute to the improvement of the Takaful industry while helping the growth of Islamic financial industry in Malaysia.

ACKNOWLEDGEMENT

Praise to Allah S.W.T the most noble whose mercy and blessing giving me the opportunity to complete this thesis. Peace and blessing of Allah be upon His Messenger, Prophet Muhammad S.A.W. I am able to finish this Academic Writing and therefore fulfilling the requirement for completing my Bachelor of Muamalat (Hons). Some difficulties were hindering me to complete this thesis but thanks to Allah, I accomplished it.

Firstly, I would like to express my biggest gratitude to my reputable advisor Mr Mohd Takiyuddin Ibrahim, for the time and effort as well as the guidance in accomplishing this task. Without his supervision, this thesis could never make in time.

Secondly, I would like to articulate my gratitude to my family, especially both of my parent Mohd Noor bin Ibrahim and Mek Eshah binti Hussin. They really are my biggest backbone during my study years financially and mentally. Thank you for your continuous support.

Thirdly, I am grateful to all of the people who help me during the process of writing and researching. Special thanks to all of my friends here in UiTM Shah Alam. Alhamdulillah.

TABLE OF CONTENTS

	Page
CONFIRMATION BY PANEL OF EXAMINERS	ii
AUTHOR'S DECLARATION	iii
ABSTRACT	iv
ACKNOWLEDGEMENT	v
LIST OF TABLES	viii
LIST OF FIGURES	ix
LIST OF ABBREVIATION / NOMENCLATURE	x
CHAPTER 1: INTRODUCTION	1
1.1 Introduction	1
1.2 Background of Study.....	1
1.3 Problem Statement	4
1.4 Significance of Study	6
1.5 Summary	9
CHAPTER 2: LITERATURE REVIEW	10
2.1 Introduction	10
2.2 Literature Review	10
2.3 Research Framework.....	15
2.4 Summary	15