

M.A. MANNAN

Islamic Economics

Theory and Practice



SH. MUHAMMAD ASHRAF

CONTENTS

	<i>Page</i>
Dedication	... ili
Foreword by Dr Charles S. Benson	... v
Preface	... vi
<i>Chapters</i>	
I. ISLAMIC ECONOMICS	... 1
Its Meaning and Scope—A comparative Analysis	
II. ISLAMIC AND ECONOMIC LAWS	... 11
1. Introduction	
2. Nature of Economic Laws	
3. On the Dynamics of Islamic Laws :	
(a) Concept of the Qur'ān :	
(b) Ḥadīthi and Sunnah	
(c) Ijmā'	
(d) Ijtihād or Qiyās	
(e) Conclusion	
III. ISLAM AND OTHER ECONOMIC SYSTEMS	... 29
1. Introduction	
2. Capitalism	
3. Socialism	
4. Communism	
5. Fascism	
6. Islam and Other 'Isms : A Comparative Analysis	
IV. CONSUMPTION AND PRODUCTION IN ISLAM	... 77
1. Principle of Consumption in Islam	
2. Islamic Injunctions on Food	
3. Wants and Islamic Order of Priorities	
4. Principles of Production : Economic Welfare	
5. Concept of Private Ownership in Islam	
6. Conclusion	
V. FACTORS OF PRODUCTION	... 99
1. Land as a Factor of Production : Its Cultivation	
2. Land Tenure System in Islam—'Umar's Land Tenure System—Land Reforms in Pakistan : An Appraisal	
3. Population Control and Family Planning in Islam with Special Reference to Pakistan	

Islamic Economics : Theory and Practice

Chapters	Page
4. Place of Capital in Islamic Socio-Economic Set-up	
5. Labour-Capital Relationship and Islam	
6. Conclusions	
Appendix : Some Fatwās (Rulings) on Family Planning	
VI. DISTRIBUTION OF INCOME AND WEALTH IN ISLAM	... 149
1. Introduction	
2. Rent and Wages in Islam	
3. Ribā, Interest and Profit	
4. Islamic Law of Inheritance and Its Economic Significance	
5. Summary and Conclusion	
VII. TRADE AND COMMERCE IN ISLAM	... 189
1. Basic Principles	
2. Barter Trade	
3. Monopoly Business	
4. Speculative Business	
5. International Trade and Dumping	
6. Trade and Interest	
7. Conclusion	
VIII. PRICES IN ISLAMIC STATE	... 203
1. Introduction	
2. Basis of Islamic Theory of Prices	
3. Modern Prices :	
(a) Monopoly Price	
(b) Real Rise in Price	
(c) Artificial Rise in Prices	
(d) Rise in Prices of Necessaries of Life	
4. Suggestions and Conclusion	
IX. BANKING IN ISLAM	... 215
1. Introduction : Islam and Modern Banking	
2. Usury, Interest and Islam	
3. Classical and Keynesian Views on Interest	
4. The Theory of Zakāt	
5. The Principle of Muḍārabah	
6. Mechanism of Islamic Banking	

Contents

Chapters

Page

7. Short-Term and Long-Term Financing	
8. System of Guarantee	
9. Islamic Bank and Consumption Loan	
10. Relation with Depositors	
11. Relation with Entrepreneurs	
12. Practicability of Partnership between Business Men and Bank	
13. Superiority of Islamic Conception of Banking	
14. Islamic Bank and Non-Banking Service	
15. Islamic Bank and Extra Banking Activities	
16. Islamic Bank and International Relations	
17. Bait-ul-Mâl and Modern Central Bank	
18. The Case for Establishment of Muslim World Bank	
19. Pakistan and Islamic Banking	
20. Summary and Conclusion	
Appendix : Some Economic Resources of the Muslim Countries	
X. CONSUMPTION LOAN IN ISLAM	... 261
Consumption Loan : Its Principles and Mechanism	
XI. SOME ASPECTS OF PUBLIC FINANCE IN ISLAM	271
1. Tax Structure in Early Islam :	
(a) Zakât	
(b) Jizyah	
(c) Kharāj or Land-Tax	
(d) Spoils of War	
(e) Tax on Mines and Treasure-Trove	
(f) Customs Duties and Tolls	
2. Zakât :	
(a) Its Meaning for Modern Man	
(b) Zakât on Industrial Machinery	
(c) Zakât on Bank Notes, Etc.	
(d) Zakât on Rent, Profits, Etc.	
(e) Zakât and Modern Muslim States	
3. Conclusion	
Appendix—Some Reflections on Fiscal System of Pakistan	

Islamic Economics : Theory and Practice

Chapters	Page
XII. FISCAL POLICY AND BUDGETING IN ISLAM ...	307
1. Fiscal Policy :	
(a) Its Meaning	
(b) Expenditure Policy	
(c) Revenue Policy	
(d) Revenue Policy towards Non-Muslims	
2. Budgeting Policy :	
(a) Budgeting in Early Islam	
(b) What Modern Budget Means	
(c) Islamic State and Modern Budget	
(d) Deficit Budget and Foreign Exchange	
(e) Internal Revenue	
3. Modern Trends in Budgeting—Concept of Programme and Performance Budgeting and Muslim Countries	
4. Summary and Conclusion	
XIII. PLANNING AND DEVELOPMENT IN ISLAM ...	325
1. Economic Planning in Islam :	
(a) Its Meaning	
(b) Objectives	
(c) Method of Financing	
(d) Necessity of Planning in Islamic State	
2. Concept of Economic Development : Islam As A Factor of Development	
3. Muslim Countries and Economic Development ; 'Ulamā' and Development	
4. Summary and Conclusion	
XIV. INSURANCE AND GAMBLING IN ISLAM	353
1. Insurance in Islam	
2. Is Insurance Un-Islamic ?	
3. Difference	
4. Conclusion	
XV. ISLAMIC SOCIAL ORDER	... 361
1. Islamic Social Order, Its Salient Features	
2. Concept of Welfare State in Islam : Moral, Spiritual, Social, Political and Economic Values	
Selected Bibliography	... 381
Index	... 385