

## Documents

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**Issues and Challenges of Sustainable Finance in the Islamic Capital Market**

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**Abstract**

Islamic finance, as an alternative to conventional financial products for social responsibility and ethical investing, can mobilize financial resources for the Sustainable Development Goals (SDGs). Further, through the utilization of Islamic finance, there are opportunities to accelerate the delivery of SDGs. This recognition nonetheless cannot be separated from the objectives (Maqasid Shari'ah) of Islamic finance that can create a positive environmental and social impact and prevent negativity and harm. There are several Islamic financial instruments in the Islamic Capital Market (ICM) with high potential for SDGs, such as sukuk (Islamic bond), waqf (charitable endowment), and Shariah equity. Apart from the opportunities of Islamic finance to achieve sustainability, this agenda is not an easy journey as Islamic finance need to be economically, socially and environmentally impactful. This chapter explores the issues and challenges of Islamic sustainable finance in Islamic capital market using document analysis. © 2024 selection and editorial matter, Mohd Ma'Sum Billah, Rusni Hassan, Razali Haron and Nor Razinah Mohd Zain; individual chapters, the contributors.

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