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# **Islamic Banking and Finance Against Conventional**



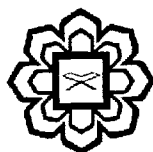
**Edited by  
Saim Kayadibi**



**IIUM Press**

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Saim Kayadibi**



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## Chapter 9

### Wakalah and Multilevel Marketing (Mlm)

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and Saim Kayadibi

#### Introduction

Agencies in modern time are very well known among people today even if we ask about agency to a child; they might know better than us. But, does knowing the agencies, we could affirm that the practices of agencies are permissible according to syariah principle without learning wakalah (agencies) principle? Thus, learning this principle can make better understanding of the ruling of wakalah.

In this assignment, we have choose our focusing topic about wakalah because the issue we will relate is very close to a contemporary issue which has been the front page of the mainstream newspaper several years ago. Until today, the discussion about the issue is still going on and has caught the attention of several highly respective scholars. May Allah give us guidance after we manage to attain the level of understanding that is required for every Muslim.

#### Definition

Wakalah literally means protection, delegation or authorization. Wakalah refers to a contract where a person who is fully competent authorizes another who is equally competent to do a

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