Risalah (Islamic reinsurance): Historical, shariah and operational perspectives (Article)

Noviandy, S.N., Harith, M., Won Kamal, W.A., Saimon, S.A.
Institute of Islamic Banking and Insurance, International Islamic University, Malaysia

Abstract

Risk cannot be separated from our daily life activities, including both personal and business activities. One of the ways to mitigate the risk is through insurance. However, insurance has the elements such as interest, uncertainty and gambling which are prohibited from the Islamic perspective. Thus, Muslim scholars have introduced ‘Risalah’ (Islamic reinsurance) and thus, Risalah (Islamic reinsurance) becomes the central role for the ‘riskful’ operators since they cannot survive without ‘Risalah’. Thus, the purpose of this research is to elaborate on the historical development of ‘Risalah’ and its shariah and operational aspect in order for us to appreciate the role of ‘Risalah’ to support the ‘riskful’ operators to whom we rely on to get the protection in the case of misfortune. Library research is adopted in this paper since secondary data issued in this study. We hope that this paper will enhance the body of knowledge in the area of ‘Risalah’ and ‘Risalah’ (IDC Publications, 2014).

Author keywords

(Domestically oriented Malaysia Risalah Risalah)

ISBN: 130839592
Source Type: Journal
Original language: English

DOI: 10.1002/j.2162-6512.2014.tb00024.x

Metrics

Citations in Scopus

Cited by 0 documents

Related documents

The insurer factors and the determination of reinsurance prices in the insurance industry