CORPORATE WAQF
From Principle to Practice

A New Innovation for Islamic Finance

DR. MAGDA ISMAIL ABDEL MOHSIN
## Contents

Figures vii  
Tables viii  
Foreword xi  
Preface xii  
Acknowledgements xiii  
About the Book xiv  
A Word on Governance for Corporate Waqf xv  
About the Author xvi

### CHAPTER 1: INTRODUCTION 1

1.1 Statement of the Problem 2  
1.2 Significance of the Study 2  
1.3 Research Methodology 2  
1.4 Constraints of the Study 3  
1.5 Literature Review 3

### CHAPTER 2: SHARIAH ASPECT OF CASH WAQF 6

2.1 Legitimacy of Cash Waqf 6  
2.2 Definition of Cash Waqf 6  
2.3 Legal Conditions for the Creation of Cash Waqf 7  
2.4 Motivation Factors for the Creation of Cash Waqf 8  
2.5 Characteristics of Cash Waqf 8  
2.6 Beneficiaries of Cash Waqf 9  
2.7 Direct and Indirect Cash Waqfs 9  
2.8 Ten Stipulations for the Creation of Cash Waqf 11  
2.9 Founder of Cash Waqf 13  
2.10 Investment of Cash Waqf 14  
2.11 Recent Creation of Cash Waqf Models 14
## CHAPTER 3: THE LEGAL FRAMEWORK FOR CORPORATE WAQF

3.1 Definition of Corporate Waqf  
3.2 Legal Conditions for the Creation of Corporate Waqf  
3.3 Creation of Corporate Waqf by the State  
3.4 Governance of the Corporate Waqf  
   3.4.1 Corporate Waqf and Governance Issues  
   3.4.2 Conditions for the Creation of Corporate Waqf  
   3.4.3 Investment of the Corporate Waqf Funds

## CHAPTER 4: RECENT CREATION OF CORPORATE WAQF BY FAMILY (TURKEY, INDIA AND PAKISTAN)

4.1 Corporate Waqf in Turkey  
   4.1.1 Overview of Sabanci Vakfi / Sabanci Foundation  
   4.1.2 Modus Operandi for Sabanci Corporate Waqf  
   4.1.3 Governance of Sabanci Foundation  
   4.1.4 Role of Sabanci Foundation in the Society  
4.2 Overview of Waqf in India  
   4.2.1 Establishment of Hamdard Foundation in India  
   4.2.2 Modus Operandi for Hamdard National Foundation  
   4.2.3 Governance of Hamdard National Foundation  
   4.2.4 Role of Hamdard National Foundation in Indian Society  
4.3 Hamdard Foundation in Pakistan  
   4.3.1 Overview of Hamdard Foundation in Pakistan  
   4.3.2 Role of Hamdard National Foundation in Pakistan  
4.4 Widespread of Waqf in India, Pakistan and Bangladesh

## CHAPTER 5: RECENT CREATION OF CORPORATE WAQF BY THE GOVERNMENT (WAQAF AN-NUR CORPORATION BERHAD, MALAYSIA)

5.1 Overview of Waqaf An-Nur Corporation Bhd  
5.2 Governance of Waqaf An-Nur Corporation Bhd  
5.3 Modus Operandi for Waqaf An-Nur Corporation Bhd  
5.4 Role of Waqaf An-Nur Corporation Bhd in the Society
CHAPTER 6: RESEARCH FINDINGS ON WAQAF AN-NUR CORPORATION BHD

6.1 Research Findings on Founders of JCorp and Waqaf An-Nur
Part A: Measuring Founder's Status as the Respondents and Their Knowledge about Waqf
Part B: Motivation Factors for Founders to Contribute to Cash Waqf Program
Part C: Future Trend for the Creation of Cash Waqf

6.2 Research Findings for Potential Founders
Part A: Measuring the Founder's Status as the Respondents and Their Knowledge about Waqf
Part B: Motivation Factors to Contribute to Cash Waqf
Part C: Future Trend for the Creation of Cash Waqf

6.3 Research Findings for Trustee
Part A: Measuring the Employment Trustee's Status of the Respondents and Their Knowledge about Waqf
Part B: Aimed to Analyze the Investment of Cash Waqf
Part C: Highlighted the Type of Beneficiaries of the Corporate Waqf

CHAPTER 7: CORPORATE WAQF FINANCIAL INSTITUTION

7.1 Objectives of Establishing a Corporate Waqf Financial Institution (CWFI)

7.2 Structure for a Corporate Waqf Financial Institution
7.2.1 Modus Operandi for Corporate Waqf Financial Institution
7.2.2 Developing Societies through the Investment of Cash Waqf
7.2.3 Low-risk Investment
7.2.4 Modus Operandi for Murabahah Finance
7.2.5 Modus Operandi for Salam Finance
7.2.6 Modus Operandi for Istisna' Finance
7.2.7 Modus Operandi for Ifara Muntahiya Bil Tamlik
7.2.8 High-risk Investment
7.2.9 Modus Operandi for Mudarabah Finance
7.2.10 Modus Operandi for Musharakah Finance
Contents

Conclusion 95

Appendix I: Resolution No. 140 (15/6), Issued by the International Council of Fiqh Academy 97

Appendix II: Survey on Founders of the Corporate Waqf 100

Appendix III: Survey on Trustee of the Corporate Waqf 109

References 114