

**ZAKAH COMPLIANCE AMONG OWNERS' OF MUTUAL FUNDS  
IN SAUDI ARABIA**

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**UNIVERSITI UTARA MALAYSIA**

**2012**

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IN SAUDI ARABIA**

By

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**Thesis Submitted to the Center for Graduate Student,**

**Universiti Utara Malaysia,**

**in Fulfillment of the Requirement for the Degree of Master Since**

**(International Accounting)**

**2012**

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## **ABSTRACT**

This study has been done to examine the relationship between attitude and subjective norms and *zakah* compliance intention among owners' of mutual funds in Saudi Arabia by using the Theory of Reasoned Action (TRA). One hundred and seventy three (173) completed questionnaires were returned that measured respondents' attitude (ATT) towards *zakah* on mutual funds, subjective norm (SN) about *zakah* on mutual funds, and intention (ITT) to pay *zakah* on mutual funds. The findings of the study show that attitude (ATT) and subjective norm (SN) significantly influence *zakah* compliance among owners' of mutual funds. In general, the study proved that the theory of reasoned action is applicable in *zakah* area.

**Keywords:** Attitude, Subjective Norm, Intention, Zakah

## ACKNOWLEDGEMENT

We start with the name of Allah, we praise Allah and thank him for the blessings of completing this study, we humbly ask Allah to raise the rank of our prophet sallallahu ^alayhi wa sallam, and his kind al and companions and followers, we ask Allah to grant us the proper intention, the comprehension, and the reward in the hereafter.

This thesis was written during the second semester of 2011/2012 at Universiti Utara Malaysia in fulfillment of the Master program in International Accounting. Many people have helped me with completion of this study and made the work possible.

First of all, I would like to express my sincere gratitude to my supervisor, Assoc. Prof. Dr. Zainol Bidin for his variable supervision and intelligent guidance during the whole process of the thesis writing. Second, I thank and acknowledge the assistance rendered Alosaimi Mushari, He was very helpful in completion this study.

Special thanks to my friends Debili Rochdi, Mohammad Al Damrat, Almuhammad Alorfi, Wesam Bolbol, Mohammad Ahid, Hamdan Alhamdan, Alaa Alhamdan, and Khalid Alhamdan for their help in distributing and collecting data in Saudi Arabia.

Finally, I wish to take this opportunity to express my deepest thanks to my father Abdullah Nasser Alhamdan and mother Nawal Alobaid for the love and never-ending support they have extended me in every step in my life.

Alhamdan, Anas Abdullah.

## DECLARATION

I certify that the substance of this thesis has not been already been submitted to any degree and is not currently being submitted for and other degree gualification.

I certify that any help received in preparing this thesis and all sources used have been acknowledged in this thesis.

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17 December 2012

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# CHAPTER ONE

## INTRODUCTION

### 1.0 Introduction

Praise is to Allah who made certain amount of rich's wealth to the poor and needy "*Zakah*", and peace and blessings be upon the Messenger of Allah who showed us the road leading to the satisfaction of Allah. *Zakah* is the third of the five pillars in Islam. It is an obligation the every Muslim whose meets this conditions; it must be paid to the beneficiaries. Book of Allah has demonstrated that *zakah* is an obligatory, also in the Sunnah of His Messenger (peace be upon him) and with the consensus of all Muslims in the past and in recent. To see the importance of *zakah* in Islamic religion, it has been mentioned in the Quran about thirty times, and it is also associated with prayers, This obligation is also emphasized in a number of sayings of the Prophet (peace and blessing of Allah be upon him) (Dogarawa, 2010).

In addition, *zakah* contributes to the achievement of economic development in the Islamic environment by fighting compactness (Hoarding capital) and encourage spending, especially investment, and also through the strengthening of social cohesion, and economic stability of the community (Al-Morsy, 2004). The distribution of *zakah* funds could help generate and stir the country's economic activities through increase individual's purchasing power, this suggest that the development of the country and the

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