This book discusses and analyzes an area of contemporary Islamic economics and finance that is relatively under-written, i.e., Islamic Economics Education. It provides a conceptual introduction by experts in Islamic Thought and Education on the urgent need for curriculum reforms in university education that is represented by integration between Islamic heritage (*al-Turath al-Islami*) and modern knowledge/disciplines. In

ISLAMIC ECONOMICS

apers at <u>core.ac.uk</u>

economics. *Islamic Economics Education in Southeast Asian Universities* presents the case studies and experiences of selected universities in Malaysia and Indonesia offering Islamic economics programs, reflects critically on these experiences, identifies important issues and challenges, and offers recommendations for the future progress of Islamic economics education.

Editors

Mohd Nizam Barom, Mohd Mahyudi Mohd Yusop, Mohamed Aslam Haneef and Mustafa Omar Mohammed are attached to the Department of Economics and the Centre for Islamic Economics, Kulliyyah of Economics and Management Sciences, International Islamic University Malaysia.

Centre for Islamic Economics, IIUM

In line with the vision and mission of the International Islamic University Malaysia (IIUM), the *Centre for Islamic Economics* (CIE) was established to promote the discipline of Islamic economics at both theoretical and policy levels. One of the focus areas of the centre is Islamic economics education, related specifically to curriculum and human resource issues. For further information about the CIE, please visit www.iium.edu.my/cie.

International Institute of Islamic Thought

The International Institute of Islamic Thought (IIIT) is a non-profit academic, cultural and educational institution based in Herndon, Virginia. IIIT functions as a think tank dedicated to reform Islamic thought and bridge the intellectual divide between the Islamic tradition and Western civilization. As part of IIIT's continuous effort, this book is published in the hope that it will promote the Islamization of knowledge agenda; particularly in the area of Islamic economics and finance. For further information about the IIIT, please visit www.iiit.org.



Centre for Islamic Economics INTERNATIONAL ISLAMIC UNIVERSITY MALAYSIA

A LEAN AND A

NTERNATIONAL INSTITUTE OF ISLAMIC THOUGHT



Ζ

SS

MIC ITH

Ш

CO

Z

0

MIC

S

 \triangleright

TIO

7

EAS

ASIAN

 \subset

NIVERSITIES

SOUTHEAST ASIAN UNIVERSITIES

Edited by

Mohd Nizam Barom, Mohd Mahyudi Mohd Yusop, Mohamed Aslam Haneef & Mustafa Omar Mohammed ISLAMIC ECONOMICS EDUCATION IN SOUTHEAST ASIAN UNIVERSITIES

ISLAMIC ECONOMICS EDUCATION IN SOUTHEAST ASIAN UNIVERSITIES

Edited by Mohd Nizam Barom, Mohd Mahyudi Mohd Yusop, Mohamed Aslam Haneef & Mustafa Omar Mohammed



Centre for Islamic Economics INTERNATIONAL ISLAMIC UNIVERSITY MALAYSIA



INTERNATIONAL INSTITUTE OF ISLAMIC THOUGHT

© 2013 Centre for Islamic Economics, IIUM International Institute of Islamic Thought

ISBN 978-983-44600-1-3

All rights reserved. No part of this publication may be reproduced, stored in a retrieval system, or transmitted in any form or by any means, electronic, mechanical, photocopying, recording, or otherwise without the prior permission of the publisher.

Jointly published by

Centre for Islamic Economics Kulliyyah of Economics and Management Sciences International Islamic University Malaysia Jalan Gombak 53100 Kuala Lumpur Malaysia

International Institute of Islamic Thought 500 Grove St., Suite 200 Herndon, VA 20170 USA

Printed in Malaysia

Contents

Contributorsix Foreword – IIITxi Foreword – CIExv Chapter 1 Islamic Economics Education in Southeast Asian Universities: An Introduction
Part I: Conceptual Issues in Islamic Economics Education
Chapter 2 Islamization of Human Knowledge13 <i>Mohd Kamal Hassan</i>
Chapter 3
Higher Education Curriculum Development for Islamization of Knowledge51 <i>Rosnani Hashim</i>
Chapter 4
Integrating Al-Turath al-Islami to Modern University Curriculum: Issues and the Need for a Benchmark74 <i>Mustafa Omar Mohammed</i>
Chapter 5 Teaching of Economics at IIUM: The Challenges of Integration and Islamization

vi ISLAMIC ECONOMICS EDUCATION IN SOUTHEAST ASIAN UNIVERSITIES

Part II: The Experience of Southeast Asian Universities in Islamic Economics Education

Chapter 6

Chapter 7

The Teaching of Islamic Economics: The Experience of STEI Tazkia.....150 Muhammad Syafii Antonio

Chapter 8

Developing Islamic Economics Curriculum: Learning from the
Faculty of Shari'ah, State Institute of Islamic Studies (IAIN) North
Sumatra, Indonesia165
Hendra Harmain & Sugianto

Chapter 9

Curriculum of Islamic Economics Program in Airlangga University,
Surabaya Indonesia187
Raditya Sukmana & Suherman Rosyidi

Chapter 10

Curriculum for Islamic Economics Program at the Department of Economics, Universitas Muhammadiyah Yogyakarta.....205 *Masyhudi Muqorobin*

Chapter 11

The Development of Islamic Economics Curriculum at Institut Pertanian	L
Bogor (IPB)	8
Irfan Syauqi Beik	

Chapter 12

Islamic Economics Program in the Faculty of Economics and Business,	
Universitas Brawijaya, Indonesia247	7
Arif Hoetoro	

Contents

Chapter 13

The Teaching of Islamic Economics for Undergraduate Level at the Faculty of Economics and Business, University Of Indonesia (FEUI)......261 *Mohammad Soleh Nurzaman*

Chapter 14

Developing *Muamalat* Curriculum: USIM's Experience......281 *Amir Shaharuddin*

Chapter 15

Selected Issues in Islamic Economics Education and the Way
Forward
Mohamed Aslam Haneef & Mohd Nizam Barom

Contributors

- Mohd Kamal Hassan (PhD) Distinguished Professor, International Institute of Islamic Thought and Civilization (ISTAC), International Islamic University Malaysia.
- Rosnani Hashim (PhD) Professor, Institute of Education (INSTED), International Islamic University Malaysia.
- Mohamed Aslam Haneef (PhD) Professor, Department of Economics and Director, Centre for Islamic Economics, Kulliyyah of Economics and Management Sciences, International Islamic University Malaysia.
- Ruzita Mohd. Amin (PhD)
 Professor, Department of Economics, Kulliyyah of Economics and Management Sciences, International Islamic University Malaysia.
- Mustafa Omar Mohammed (PhD) Assistant Professor, Department of Economics and Coordinator, Centre for Islamic Economics, Kulliyyah of Economics and Management Sciences, International Islamic University Malaysia.
- Mohd Nizam Barom (PhD) Assistant Professor, Department of Economics, Kulliyyah of Economics and Management Sciences, International Islamic University Malaysia.
- Mohd Mahyudi Mohd Yusop (PhD) Assistant Professor, Department of Economics, Kulliyyah of Economics and Management Sciences, International Islamic University Malaysia.
- Muhammad Syafii Antonio (PhD) Chairman, Tazkia University College of Islamic Economics, Indonesia.

x ISLAMIC ECONOMICS EDUCATION IN SOUTHEAST ASIAN UNIVERSITIES

Hendra Harmain

Lecturer, Faculty of Shari'ah, State Institute of Islamic Studies (IAIN), North Sumatra, Indonesia.

- Sugianto Lecturer, Faculty of Shari'ah, State Institute of Islamic Studies (IAIN), North Sumatra, Indonesia.
- Raditya Sukmana (PhD) Lecturer, Faculty of Economics and Business, Airlangga University, Indonesia.
- Suherman Rosyidi Lecturer, Faculty of Economics and Business, Airlangga University, Indonesia.
- Masyhudi Muqorobin (PhD) Associate Professor, Department of Economics and Director, International Program for Islamic Economics and Finance (IPIEF), Universitas Muhammadiyah Yogyakarta, Indonesia.
- Irfan Syauqi Beik (PhD)

Lecturer, Department of Economics, Head, Islamic economics study program and Executive Secretary, Center of Islamic Development Studies, Faculty of Economics and Management, Institut Pertanian Bogor, Indonesia.

- Arif Hoetoro (PhD) Lecturer, Department of Economics, Faculty of Economics and Business, Universitas Brawijaya, Indonesia.
- Mohammad Soleh Nurzaman Lecturer, Faculty of Economics, University of Indonesia.
- Amir Shaharuddin (PhD) Senior Lecturer, Faculty of Economics and Muamalat, University Sains Islam Malaysia.

Chapter 15

Selected Issues in Islamic Economics Education and the Way Forward

Mohamed Aslam Haneef & Mohd Nizam Barom

1. Introduction

The past recent decades witnessed a steady growth of 'Islamization of knowledge' efforts in the wake of intellectual resurgence of the Muslim world, not least in the discipline of economics. Since the 1980s, there have been an increasing number of institutions around the world attempting to offer courses and programs in Islamic economics (and since the 1990s in Islamic Banking and Finance). Despite the encouraging progress so far, literature specifically in the area of Islamic economics education is rather limited. As an important contribution to the literature in this area, Part I of this book aimed at providing some guiding lights on developing a conceptual framework for the process of integration and Islamization of knowledge in the discipline of economics.

Part II specifically was designed to provide an insight on the development and experience of Islamic economics education in selected Southeast Asian universities situated in Malaysia and Indonesia. The focus given on the region is timely as it has become one of the leading centers of Islamic economics education (and related fields including Islamic banking, finance, management, and accounting) in the world. The experiences starting from the establishment of the IIUM in 1983 and later the setting up of Islamic