Islam and Civilisational Renewal

KDN No. PP 16237/08/2012(030866)

ISSN 2041-871X (Print) / 2041-8728 (Online)

A journal devoted to contemporary issues and policy research



Volume 11 • Number 2 • December 2020



ISLAM AND CIVILISATIONAL RENEWAL

EDITOR-IN-CHIEF

Professor Mohammad Hashim Kamali

EDITORIAL TEAM

Dr Mohamed Azam Mohamed Adil Dr Alexander Wain
M. Fakhrurrazi Ahmad Wan Naim Wan Mansor Norliza Saleh Siti Mar'iyah Chu Abdullah

REGIONAL EDITORS

Americas: Dr Eric Winkel Africa & Middle East: Mahmoud Youness Asia: Dr Syed Farid Alatas Europe: Dr Afifi al-Akiti Australasia: Dr. Daud Batchelor

ADVISORY BOARD

Dr AbdulHamid A. AbuSulayman, International Institute of Islamic Thought

Professor Rüdiger Wolfrum, Max Planck Foundation, Germany

Professor Azyumardi Azra, State Islamic University Jakarta

Professor David Burrell CSC, University of Notre Dame Dr Mustafa Cerić,

Former Grand Mufti of Bosnia-Herzegovina

Professor Hans Daiber, Johann Wolfgang Goethe Universität

Ahmet Davutoğlu, Former Prime Minister of Turkey Professor W. Cole Durham, Jr Brigham Young University

Brigham Young University
Professor Abdal Hakim Murad,
University of Cambridge

Professor Carl W. Ernst, University of North Carolina

Professor John Esposito, Georgetown University

Professor Silvio Ferrari, Università degli Studi

HRH Prince Ghazi bin Muhammad, Jordan

Professor Claude Gilliot, Aix-Marseille Université

Professor Ekmeleddin İhsanoğlu, Organisation of Islamic Cooperation

Professor Yasushi Kosugi, Ritsumeikan University

Emeritus Professor Hermann Landolt, McGill University

Professor Muhammad Khalid Masud, International Islamic University Islamabad Professor Ingrid Mattson, University of Western Ontario

Professor Abbas Mirakhor, Retired Professor of Economics and Finance

Dr Chandra Muzaffar, International Movement for a Just World

Professor Seyyed Hossein Nasr, George Washington University

Professor Tariq Ramadan, Oxford University

Professor Mathias Rohe, Friedrich-Alexander-Universität

Professor Abdullah Saeed, University of Melbourne

Professor Miroslav Volf, Yale University

Professor Tore Lindholm, University of Oslo

AIMS AND SCOPE

- ISLAM AND CIVILISATIONAL RENEWAL (ICR) offers an international platform for awakening the civilisational potential of the Islamic legacy. Revitalising synergies between Islamic and other civilisations in a spirit of self enrichment through discovery and research may facilitate renewal within Muslim societies and the global human community.
- · ICR explores contemporary dynamics of Islamic experience in legal and religious practice, education and science, economic and financial institutions.
- \cdot We seek viable policy-relevant research yielding pragmatic outcomes informed by the best values and teachings of Islam as well as of other contemporary civilisations.
- · ICR is inter-disciplinary, non-political and non-sectarian. It seeks to contribute to prospects of peace among all nations, and assist the conceptual and societal transformation of Muslims.
- · ICR encourages fresh discourse for self renewal informed by an inclusive tolerant approach to diverse schools of thought and expression of ideas. The intent is to integrate over 1,400 years of Islam's civilisational resources of diversity, dialogue and coexistence for meaningful exchanges with other world civilisations.
- ICR promotes the Malaysian initiative of *Tajdīd Haḍārī* or Civilisational Renewal, with its component principles: 1. Faith, Ethics & Spirituality, 2. Just Governance, 3. Independence & Self-Determination, 4. Mastery of Knowledge & Science, 5. Islamic Economics & Finance, 6. Human Dignity & Ecological Wellbeing, 7. Cultural & Aesthetic Integrity, 8. Equity & Fraternity, 9. Diversity & Dialogue, 10. Peace & Security.
- · ICR considers plagiarism a serious violation of its objectives and principles.
- This journal is indexed by Google Scholar and Mycite.

CONTRIBUTIONS AND EDITORIAL CORRESPONDENCE

Comments, suggestions and requests to: journals@iais.org.my Online journal: icrjournal.org

Published by IAIS Malaysia, P.O Box 12303, Pejabat Pos Besar, 50774, Kuala Lumpur
Office Address: Jalan Ilmu, Off Jalan Universiti, 59100 Kuala Lumpur
Printed by Vinlin Press Sdn Bhd, Jalan Meranti Permai 1, Meranti Permai Industrial Park, 47100 Puchong, Selangor

CONTENTS

Editorial Mohammad Hashim Kamali	189–192
Articles	
Development of the Implementation of <i>Hudud</i> in Brunei Tun Abdul Hamid Mohamad	193–203
A Quantitative Study of the Role Shariah Boards and Bank Ownership Structures Play in Enhancing the Financial Performance of Islamic Banks: A Case Study of Pakistan Qaiser Abbas, Sheila Ainon Yussof and M Naeem Anjum	204–224
Strengthening Indonesia's Islamic Financial Inclusion: An Analytic Network Process Approach Mohammad Mahbubi Ali, Abrista Devi, Hamzah Bustomi, Hafas Furqani and Muhammad Rizky Prima Sakti	225–251
Determinants of Corporate Waqf Contribution from the Perspective of Muslims in Malaysia Muhammad Fakhrurrazi Ahmad	252–276
Forgiveness and Restorative Justice in Islam and the West: A Comparative Analysis Ramizah Wan Muhammad	277–297
Industrial Revolution 4.0: Risks, Sustainability, and Implications for OIC States Ildus Rafikov and Riaz Ansary	298–324
The Regulatory Challenges Facing Islamic Banking: An Empirical Analysis from Ilorin, Nigeria Hakeemat Ijaiya	325–336
Viewpoints	
The Pandemic and Post-Lockdown Impact on Nature Shahino Mah Abdullah	337–340
COVID-19: Reshaping the Future Direction of Islamic Finance <i>Mohammad Mahbubi Ali</i>	341–344

Halal Park 2.0: Organising Halal Production and Supply Networks Marco Tieman and Barbara Ruiz-Bejarano	345–349
Significant Speeches, Events and Developments	
Webinar: Book Discussion: Maqasid al-Shariah: Antara Nas dan Maslahah, Satu Pendekatan Sistem (9 April 2020) Apnizan Abdullah	350
Webinar: Pandemic and the Movement Control Order in the Islamic History (16 April 2020) Mohammad Mahbubi Ali	351
Webinar: Contagious Disease: Islamic and Malaysian Perspectives (23 April 2020) Muhammad Fakhrurrazi Ahmad	351–352
Webinar: The Impact of COVID-19 Pandemic on Islamic Banking (30 April 2020) Mohammad Mahbubi Ali	352–353
Webinar: Kesan PKP Terhadap Kontrak Pekerjaan dan Perbankan di Malaysia (Impact of the MCO on Work and Banking Contracts in Malaysia) (14 May 2020) Apnizan Abdullah	353
Webinar: How Fintech Reshapes the Future of Islamic Finance Post COVID-19 (4 June 2020) Mohammad Mahbubi Ali	353–354
Webinar: The US Racial Unrest: Muslims, Social Justice, and Beyond (9 June 2020) Wan Naim Wan Mansor	354–355
Webinar: Health Security & Public Participation Post COVID-19 (17 June 2020) Ahlis Fatoni	355

Webinar: COVID-19 from the Perspective of Islamic Theology and Spirituality (9 July 2020) Muhammad Fakhrurrazi Ahmad	356
Forum: Rukun Negara: Revisiting Its Role, Pillars of National Unity (IAIS Malaysia, 28 July 2020) Wan Naim Wan Mansor	356–357
Online Research Camp for Academic and Policy Research (11 August 2020) Mohammad Mahbubi Ali	357–358
Kemerdekaan dan Aspirasi Belia Negara 2020: Hubungan Agama dan Ideologi Negara di Nusantara: Generasi Muda Pewaris Legasi Tanah Air (International Forum: Independence and National Youth Aspiration 2020: The Relationship between Religion and National Ideology in the Nusantara: The Younger Generation as Heirs to the Legacy of the Homeland) (IAIS Malaysia, 27 August 2020) Ahmad Badri Abdullah	358–359
Webinar: Managing Shariah Non-Compliant Risk in Financial Institutions (3 September 2020) Mohammad Mahbubi Ali	359
Forum: The 'Social Contract' and the Future of Nation-Building in Malaysia (IAIS Malaysia, 17 September 2020) Wan Naim Wan Mansor	359–360
Webinar: COVID-19: An Issue in Religion and Science (22 October 2020) Ahmad Badri Abdullah	360–361
Online Islamic Finance Talk Series: Sense and Sustainability: Islamic Finance for a More Humanistic Economy (26 October 2020) Ahmad Badri Abdullah	361

Online Roundtable Discussion: The Role of Civil Societies and Faithbased Organisations in Global Nuclear Disarmament (12 November 2020)

Wan Naim Wan Mansor

Book Review

Syed Farid Alatas and Abdolreza Alami, *The Civilisational and Cultural Heritage of Iran and the Malay World: A Cultural Discourse*Alexander Wain

will enjoy an automatic six-month postponement of payment without any extra charge, Islamic banks will experience a liquidity gap and impairment level. The webinar ended with an interactive discussion via live chat on FB.

Webinar: Kesan PKP Terhadap Kontrak Pekerjaan dan Perbankan di Malaysia (Impact of the MCO on Work and Banking Contracts in Malaysia) (14 May 2020)

Apnizan Abdullah

IAIS Malaysia's Online Discussion Series continued on 14 May with "Kesan PKP Terhadap Kontrak Pekerjaan dan Perbankan di Malaysia" (Impact of the MCO on Work and Banking Contracts in Malaysia). The session was moderated by Dr Mohamed Azam Mohamed Adil (Deputy CEO, IAIS Malaysia), and featured as presenters Syamsul Rijal Jamil (consultant, SMC Consulting Asia) and Mrs Apnizan Abdullah (Research Fellow, IAIS Malaysia). The topic was chosen due to uncertainty surrounding various matters raised by the Movement Control Order (MCO) issued by the government to curb the spread of COVID-19. The main focus of the MCO, which started on 18 March 2020, has been to limit interaction between people; schools and universities have been closed and people ordered to work from home (except for selected essential services) and limit their daily routines (such as grocery shopping, eating outside, etc.). The second presenter, Mrs Apnizan, deliberated in-depth on how banking institutions should respond to the situation in terms of their banking contracts. She highlighted the issue of whether or not the public should opt for the moratorium offered by banks. The discussion ended with a question and answer session.

Webinar: How Fintech Reshapes the Future of Islamic Finance Post COVID-19 (4 June 2020)

Mohammad Mahbubi Ali

The Covid-19 outbreak has prompted the Islamic finance industry to explore new alternatives to in-person banking. In particular, the adoption of digital