



Certificate

Certified that the project work titled “A Study on Islamic Finance as an alternative social responsibility and ethical investing with special reference to Taqwa Credit Cooperative Society Ltd., Bhatkal” is an original record of field work done by **Ms. Sabiha Sharbanu Armar** with Registration No. 18C011227 in a partial fulfillment of the award of degree of **Master of Commerce** of the **Karnatak University, Dharwad** during 2019-20. The project satisfies the academic requirements in respect of project work prescribed for the Degree of Master of Commerce and is a record her own independent work.

This project is based on the studies carried out by her has not submitted to any other University or Institution for the award of any degree or diploma.

Prof. Ganesh Naik
Project Guide

Prof. M.K. Shaikh
Principal

Certificate

This is to certify that “**MS SABIHA SHARBANU ARMAR**”
(Reg No **18C011227**), student of M.COM IV semester of **Anjuman Arts,
Science and Commerce College and PG Centre Bhatkal**, has
satisfactory completed the project in Taqwa Credit Cooperative Society
Ltd on A study on Islamic Finance as an alternative social responsibility
and ethical investing with special reference to Taqwa Credit Cooperative
Society Ltd.(Bhatkal), for partial fulfilment of her degree in Master in
Commerce under Karnataka university Dharwad.

The effort put in by her in collecting the data overall participation
during the completion of deserves highest appreciation.

We congratulate her and wish all the success in her future
endeavours.

For Taqwa Credit  Co-Op. Society Ltd
H.O., Bhatkal (U.K.)


Authorised Signatory

Manager

Taqwa Credit Cooperative Society Ltd

(Bhatkal)



CONTENTS

PARTICULARS	Page No.
ACKNOWLEDGEMENT	I
LIST OF TABLES	
LIST OF FIGURES	
CHAPTER I: INTRODUCTION	1-2
<ul style="list-style-type: none">• Introduction• Scope of Study• Need For the Study• Objectives of the Study• Limitations of the Study• Research Methodology	3-17
CHAPTER II Conceptual Framework of the problem selected	18-23
CHAPTER III Background of the sample unit	24-39
CHAPTER IV Analysis of the Data	40-41
CHAPTER V Findings and Suggestions	42
Bibliography	

CHAPTER-1

Introduction

Islamic banking is a finance management system that is based on the Islamic rules of Shariah. The main concept of the Islamic banking is the prohibition on collection of interest and its utilization for the business purposes. Banking in Islam is a saving money framework that depends on the standards of Islamic law, additionally known as Shariah law, and guided by Islamic financial matters. Two fundamental standards behind Islamic banking concepts are the sharing of benefit and misfortune. Gathering interest or riba is not allowed under Islamic law.

Islamic banking concepts have an indistinguishable reason for traditional managing an account aside from that it works as per the guidelines of Shariah, known as Fiqh al-Muamalat. Banking in Islam as an account exercises must be polished reliable with the Shariah and its pragmatic application through the improvement of Islamic financial aspects. A significant number of these standards where upon banking in Islam is based are regularly acknowledged everywhere throughout the world, for quite a long time as opposed to decades. These standards are not new but rather their unique state has been charged throughout the hundreds of years.

Taqwa Credit Co-operative bank was established in 2015, registered under credit Co-operative society Act 1959/60 of Karnataka, with a vision to be the first Islamic banking model in India. It is now recognized nationally after being awarded NOC from RCS Karnataka for Maharashtra, Goa, Telangana, Andhra Pradesh, Tamil Nadu and Kerala.

Taqwa provides "Riba free" financial services, by offering reasonable returns on customer deposits and investments through various financing schemes. We provide high quality products to our customers (irrespective of their caste and creed) and empower them to build assets of lasting value.

Taqwa also offers any community or corporate, to opt this financial system by way of branch or franchisee.

Scope of the study

- 1.It is based on ethical and socially responsible investments.
- 2.It aims at equity and justice and leads to poverty alleviation.

Suggestions

1. Taqwa Credit Co-operative Society Ltd., has to create more awareness in general public about its banking products through more marketing campaigns.
2. Bank should facilitate common man with more loan facilities because the available options for general public is charging irrational interest rates due to which people are deprived of banking facilities. As taqwa bank is offering loan without interest, it should reach the masses with an intention to benefit the needy.
3. Currently bank is having only two branches which is not sufficient to serve the large number of customers. Hence taqwa bank should open few more bank branches to give timely services.
4. Taqwa bank should give more focus on small towns and cities where traditional banking is proved to be very costly from a long time. As Taqwa bank is bringing a positive hope in banking in every individual, it should try to benefit all of them who are really the victims of poor services.
5. Taqwa bank should provide more investment options to general public so that their investments can fetch a regular yield for their all types of savings that they do with the bank.