The Development and Effects of the Sukuk Market

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Abstract

Islamic finance has emerged because of many religious and economic reasons. It is forbidden to take and give interest with religious grounds. Sukuk emerged as an alternative to interest transactions. There are Islamic investment instruments in the Islamic world. The basis of these markets is securitization. From this point on, sukuk has taken place in the world as a means of borrowing market. Not only in Islamic countries but also in markets that are not Islamic countries, sukuk market has emerged. In this article, the development and the effects of the sukuk market are explained.

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