



B

We use cookies to ensure the functionality of our website, to personalize content, to provide social media features, and to analyze our traffic. You can decide for yourself which categories you want to deny or allow. Please note that based on your settings not all functionalities of the site are available. Further information can be found in our privacy policy.

[Privacy Statement](#)

[Cookies Settings](#)

[Accept All Cookies](#)



Network in
arison with

the Call Option Contract

In: [Arab Law Quarterly](#)

Authors: [Laita Ibtihal Fares](#), [Abdellah Marghich](#), a...

[View More](#) +

Online Publication Date: 03 Mar 2020

[Download Citation](#)

[Get Permissions](#)

▼ [Get Access](#)

Abstract

Financial derivatives such as futures, options and swaps play an important role in the development of financial markets because they can be employed in many ways, notably for hedging, arbitrage and speculation. However, for a variety of reasons, such conventional instruments are considered unlawful under Islamic law and are impermissible in Islamic financial markets. The search for a Shari'ah-compliant alternative has become a major concern to Islamic financial and legal engineering. Indeed, in this article, we will study the *'urbūn* (earnest money) contract according to Islamic law and positive law in several Muslim countries. Thereafter, we will examine the possibility of substituting the conventional call option contract (Call) by the *'urbūn* contract for hedging market risk, by providing a technical and legal comparison between the two contracts.



Products

- Books
- Journals
- Reference Works
- Primary source collections
- COVID-19 Collection

Services

- Authors
- How to publish with Brill
- Trade
- Librarians
- Investors

Open Access

- Open Access for Authors
- Open Access and Research Funding
- Open Access for Librarians
- Open Access for Academic Societies
- Open Access Content

Contact & Info

- About us
- Contact us
- Sales contacts
- Publishing contacts
- FAQ

Stay Updated

- Blog
- Newsletters
- News
- Catalogs
- Social Media Overview



[Terms and Conditions](#)

[Privacy Statement](#)

[Cookies Settings](#)

[Accessibility](#)

[Legal Notice](#)

Copyright © 2016-2024

Powered by PubFactory

