

The impact of Islamic banking products on entrepreneurship development in Mogadishu

Background

The impact of Islamic banking products on entrepreneurship development in Mogadishu, has become a significant area of focus in recent years. Islamic banking products are significant drivers of entrepreneurial growth since they offer Sharia-compliant funding solutions. These products enable aspiring entrepreneurs to access finance while adhering to Islamic beliefs, promoting regional creativity and economic growth.

Objectives

- To find out the significance of Bay salam on entrepreneurship development in Mogadishu, Somalia.
- To identify the benefits of Qard Al-hasan on entrepreneurship development in Mogadishu, Somalia

Results

The result of the study indicates a positive relationship between Islamic banking products and entrepreneurship development. Specifically, Mudarabah was found to have a weak and insignificant correlation with entrepreneurship development. Both Bay Salam and Qard Al-hasan demonstrated moderate to strong positive correlations.

Conclusion

The study highlights the importance of Islamic banking products in supporting entrepreneurship in the selected small and medium projects. It contributes to the understanding of the impact of Islamic banking on entrepreneurial development in Mogadishu.

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