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“Impact Of Shariah Compliance on the Performance of Firms”



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DEDICATION

Firstly, this thesis is dedicated to my Baba and Ammi; Mr and Mrs. Rehmat Ali, who through thick and thin , have been there for me. Their support and drive is what has made me who I am.

To my fiance; Tayyaba, my completion of this study could not have been accomplished without the support of her.

At last to my younger brothers, Ch Hammad Ali, Ch Wajahat Ali and my elder sister.

ABSTRACT

This study aims to interrogate the impact of shariah compliant companies on the performance of the firms. It was hypothesized in the literature that shariah compliant companies have a significant and positive impact on the performance of the firms. Shariah compliant companies are identified with the use of low leverage level. Based on this evidence, it is expected that shariah compliant companies have a significant and subsequent impact on the performance of the firms. The results are based on the secondary data that was extracted from the financial statements of 10 shariah compliant companies. This study has employed the statistical tool of SPSS v23.0 to explore the relationship between shariah compliant companies and performance of the firms. It has been indicated by this study at the end that shariah compliance feature has a positive and subsequent influence on performance of the firms. The positive sign indicates the increase in level of performance of the firms. The findings of this study help the investors and researchers to better understand the effect of shariah compliant companies on the performance of the firms.

Keywords:

Shariah Compliant Companies, Non-Shariah compliant companies, firm's performance

LIST OF ACRONYMS

SC	Shariah Compliant
NSC	Non- Shariah Compliant
ATR	Asset Turn Over Ratio
PER	Per Earning Ratio

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