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Editors Foreword

The world economy is once again facing turbulence. The global financial crisis which has been induced by mortgage crisis in the United States of America and followed by the European sovereign-debt crisis is affecting the world economy. High debt-to-GDP ratio in European countries (as per 2010: Greece 142.8%, Italy 119%, and Ireland 96.2%) made them susceptible to crisis, added by the fact that investors trust is decreasing leading to the huge unemployment and the declined economic growth. This could be an indication of the fragility of global capitalism, the mainstream of today world economy. Thus, a change of mainstream approach on the world economy is necessary.

The Sharia Economics Conference 2013 (SEC 2013) is held as an endeavor to tackle those challenges by offering Islamic economics as a solution for the problems of world economy. SEC 2013 has at least three advantages. Firstly, differs from other sharia economic conferences that may focus only on finance, SEC 2013 comprehensively discuss sharia economics in various aspects including finance, monetary system, natural and energy resource management, ethics, the development of science and technology and public policies. Secondly, SEC 2013 is an international conference that brings together researchers and practitioners across different countries in an effort to educate society and to lay the groundwork for future collaborative advocacy on sharia economics. Thirdly, SEC 2013 is participated and supported by people with different religious backgrounds showing the attractiveness of the conference theme for the whole society and the growing awareness that sharia economics benefits all part of the society.

More than 40 paper contributions had been submitted from all across the world. The papers presented in this conference proceeding have undergone a peer-review process. These papers are classified into three categories: (1) Principles of sharia economics, (2) Sharia economics on macroeconomics and public policies, and (3) Sharia banking and finance.

Finally, we would like to express our gratitude to all participants and contributors that have made this event possible. Many thanks for Prof. Valeed Ahmad Ansari (Aligarh Muslim University – India), Prof. Abdul Azim Islahi (King Abdul University-Kindom of Saudi Arabia), Prof. Toseef Azid (The Markfield Institute of Higher Education, United Kingdom), Prof. Ruzita Mohd. Amin (International Islamic University, Malaysia), Dr. Revrison Baswir (Gadjah Mada University, Indonesia), and Dr. Shiozaki Yuki (Doshisa University, Japan) for their significant role in reviewing all paper abstracts. As the main host of this event, *Perhimpunan Intelektual Muslim Indonesia* (PRIMA) is also very grateful to all institutions and organizations which have cooperated with us and supported this event. We would like to thank the Embassy of the Republic of Indonesia in Berlin for its moral and financial support. We also want to express our sincere appreciation to the organizing partners, namely Indonesian Students Association in Hannover (PPI Hannover), KALAM Göttingen, IMEA Enschede, MES and IAEL chapter Germany, and Musihoven Eindhoven for the great collaboration in organizing this event.

Editor-in-Chief
Eko Ruddy Cahyadi

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