Granting of credit in commercial banks and its effect in reducing the financial crises
(Comparative study between Islamic and Conventional banks in Bahrain)
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Abstract

The research study grant credit in commercial banks and its impact on the reduction of financial crises, with a focus on granting credit instruments in Islamic banks. The research aims to study a comparison between Islamic and conventional banks in the Kingdom of Bahrain in the granting of credit and the extent affected by the financial crisis in 2008 because the traditional nature of the capitalist system is always unstable fluctuations between high and low (wobbling). Causes of the global financial crises similar, a lack of balance in the stock markets trading in stocks and bonds, mortgages, and the emergence of the way securitization debt end of the twentieth century.
The study analytical financial statements for 6 Islamic banks and conventional affected both commercial banks and Islamic in Bahrain period crisis financial, but this effect is not significant and its impact is simple on banks, and through analysis of the lists.
It is the result of banks dealing in mortgages boom period in Bahrain, and the granting of personal loans and consumer for low-income people. Crowned as some foreign banks trading in the stock market tether also on the profitability of banks mechanism between 2007 and 2008, and notes to the banks by the researcher.
The study ended in the Islamic vision is the best alternative bypass the financial crises in Almeria sector as the financial system in the Islamic banking is governed by Islamic law, which prohibits dealing in interest and the study found a group of recommendations including:
1 - adjustable style mortgage to be one of the formulas and style Islamic participate altajria. 2 - Adjust the securitization process to be kind of assets and no debt. 3 - to prevent short-term speculative methods such as selling short and buying on margin. 4 - cancel the deal usurious interest and the use of methods and sales.