**Musharakah al-Amaal (Islamic Partnership Agreement)**

**This Musharakah al-Amaal Agreement (the "Agreement") is made and entered into on [Date] by and between:**

* **Party A:**
	+ **Name:** [Full Name of Party A]
	+ **Address:** [Address of Party A]
* **Party B:**
	+ **Name:** [Full Name of Party B]
	+ **Address:** [Address of Party B]

**Collectively referred to as the "Parties."**

WHEREAS, the Parties wish to establish a partnership in accordance with Islamic principles to undertake a business venture (the "Business");

NOW, THEREFORE, in consideration of the mutual promises and covenants contained herein, the Parties agree as follows:

1. **Purpose of the Partnership:**
	* The purpose of this partnership is to [describe the business activity] (the "Business").
2. **Contributions of the Parties:**
	* Party A agrees to contribute the following work/effort: [Describe the work/effort of Party A].
	* Party B agrees to contribute the following work/effort: [Describe the work/effort of Party B].
3. **Profit Sharing:**
	* The profits generated by the Business shall be distributed between the Parties as follows:
		+ Party A: [Percentage]% of the net profits.
		+ Party B: [Percentage]% of the net profits.
4. **Operational Losses:**
	* In the event of operational losses (i.e., the business not generating expected profits), both Parties acknowledge that they will not receive any compensation for their efforts until the business becomes profitable again.
5. **Management of the Business:**
	* Both Parties shall participate in the management and decision-making processes of the Business.
	* Major decisions shall be made by mutual consent of the Parties.
6. **Duration of the Partnership:**
	* This Agreement shall commence on [Start Date] and shall continue until terminated in accordance with the terms of this Agreement.
7. **Termination:**
	* Either Party may terminate this Agreement by providing [Number] days' written notice to the other Party.
	* Upon termination, an accounting shall be conducted to settle any outstanding profits.
8. **Governing Law:**
	* This Agreement shall be governed by and construed in accordance with the principles of Islamic Sharia and the laws of [Jurisdiction].
9. **Dispute Resolution:**
	* Any disputes arising out of or in connection with this Agreement shall be resolved amicably through mutual consultation.
	* If the Parties are unable to resolve the dispute amicably, the matter shall be referred to [an agreed-upon Islamic arbitration body or mechanism].
10. **Entire Agreement:**
	* This Agreement constitutes the entire understanding between the Parties and supersedes all prior agreements, discussions, and negotiations.
11. **Amendments:**
	* No amendment or modification of this Agreement shall be valid unless it is in writing and signed by both Parties.

**IN WITNESS WHEREOF, the Parties hereto have executed this Musharakah al-Amaal Agreement as of the date first above written.**

**Party A:**
Signature: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
Full Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
Date: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Party B:**
Signature: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
Full Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
Date: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Witness 1:**
Signature: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
Full Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
Date: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**Witness 2:**
Signature: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
Full Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
Date: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_