Utilizing Ulū al-Albāb Approach for Managing Organizational Knowledge Assets

Suhaimi Mhd Sarif1 and Yusof Ismail2

1International Islamic University Malaysia (IIUM), Malaysia, albanjrari@yahoo.com
2International Islamic University Malaysia, Malaysia, yusof_iiu@yahoo.com

ABSTRACT
This paper postulates Ulū al-Albāb approach in managing organizational knowledge assets to achieve organizational sustainable innovation and competitive advantage. The knowledge-based view offers an integrative framework to achieve sustainable knowledge management and organizational learning that are driven by knowledge-based view of firm innovation. The KBV view lacks of spirituality foundation to sustain intellectual contribution from knowledge workers. An opinion survey with knowledge workers who are familiar with the conventional management of knowledge assets perceived that the Ulū al-Albāb approach is commendable insights into dynamism, uncertainty and complex business contexts. The current stage of the Ulū al-Albāb approach has yet to be operationalized to fit into the contemporary business models and processes. However, the views of the knowledge workers are not comprehensive and rigorous without the views from other stakeholders. Nevertheless, managers can utilize the Ulū al-Albāb approach into its communities of practice and social network in managing organizational knowledge assets. The Ulū al-Albāb approach contributes to the theoretical and practical understanding of managing organizational knowledge assets.

Keywords: Knowledge management development, knowledge-based view, organizational learning, the Ulū al-Albāb approach.

I INTRODUCTION
The contemporary business world is full with uncertainty due to the globalization process. Rapid changes are rampant due to the fast paced of technological development, high mobility of society, and high intensity in competition (Mahutga & Smith, 2011; Vergragt, 2012). This situation makes the business world competitive due to the increasing of enterprises that are competing on the uniqueness (Liu, Chen,& Tsai, 2004). Knowledge and innovation become increasingly important assets for firms in facing their competitors (Karim & Hussein, 2008). The contemporary business model is no longer focusing on the factors of production, but means to create and sustain competitive advantage. There is increasing need to go back to the root of intellectual development, which lies in the soul of human. Lewis (2006) argues that the current business world can gain and sustain its competitive advantage when it is imbued with the soul (spirituality). Osman-Gani and Sarif (2011) argued that the excellence in spirituality leads to better worldview, far sighted and continuous improvement that guided by commendable values.

This paper offers an insight from Islamic perspective that business organizations can continue to gain and sustain competitive advantage via Tawhidic-based knowledge management. Tawhidic-based knowledge management is based Islamic monotheism worldview that the dynamism is actually part of the process to attain ultimate victory in this worldly and the hereafter life. Mohd Kamal Hassan (2010, p.187) explains that Tawhidic paradigm is about Islamic monotheism thinking to serve as the true servant of Allah (‘ibād al-Rahmān), vicegerents (khulafā’ fī al-ard), true believers (al-mu’minūn) for the sake of betterment of mankind (khayra ummatin ukhrijat lil-Nās) (Qur’ān, 3:110) and ‘balanced community’ (ummatan wasatan li-takūnū shuhadā’ ‘alā al-nās) (Qur’ān, 2:143).

According to Al-Faruqi (1992, p.5), the subscription to Tawhidic paradigm manifests the readiness and willingness to fulfill the Divine trust (al amānah) and obligatory duties (al farā’id) that are accompanied by the Divine guidance and human unique capability (Qur’ān, Surah Hud, 11: 6 and Sura Az Zumar 39: 41).

II LITERATURE REVIEW
Given the dynamic contents of the business world, managers need comprehensive and rigorous knowledge management development model to make the business continues to make profit on sustainable basis. The production-based economy provides the competencies to maximize profit through cost minimization and resources
optimization. Resources in today’s world are not only physical and organizational resources, but also human potentials that are transformed into competencies and capacity building.

Realizing the need for human potential in the business and economy, business strategists are gradually subscribing knowledge-based economy that are capable of responding to fast paced globalization. In other words, organizations must be able to advance their technology and competencies so that they can cope with the knowledge-intensive business services, very fast acceleration of product cycles, and changes of customers’ tastes and preferences. In facing the competitors, knowledge about the industry, market and customers is essential.

Organizations must always acquire knowledge and continuously learn from various stakeholders to gain competitive advantages. The knowledge intensive business requires the unique competencies to be innovative. Innovation capability is not with the organizations, but with the individual knowledge workers and who possess knowledge and other intellectual derivatives. The classical innovation works on linear basis, less interactive and within the formal organizational network. Unlike the contemporary innovation, it works on dynamic mode, highly interactive and hybrid organizational network.

A. Tawhidic Paradigm

This section elaborates on the Tawhidic paradigm perspectives. Mohd Kamal Hassan (2010, p.187) explains that Tawhidic paradigm is about Islamic monotheism thinking to serve as the true servant of Allah (‘ibād al-Rahmān), vicegerents (khulāfā’ fi al-ard), true believers (al-mu’minin) for the sake of betterment of mankind (khayra ummatin ukhrijat lil-Nās) (Qur’ān, 3:110) and ‘balanced community’ (ummattan wasatan li-takānū shuhadā’ ‘alā al-nās) (Qur’ān, 2:143).

According to Al-Faruqi (1992, p.5), the subscription to Tawhidic paradigm manifests the readiness and willingness to fulfill the Divine trust (al amānah) and obligatory duties (al farā’id) that are accompanied by the Divine guidance and human unique capability (Qur’ān, Surah Hud, 11: 6 and Sura Az Zumar 39: 41).

According to Zarkasyi (2010), based on Al-Ghazālī’s approach of knowledge development, knowledge can be divided into religious and rational knowledge. Religious knowledge includes the science of the practical religion (‘ilm al-mu’amālah), God’s guided knowledge on how the religion can be executed (‘ilm al-shair’iyy), and knowledge that derived from human intellect (‘ilm al-‘aqliyy). The scope of the practical religion (‘ilm al-mu’amālah) is available in two forms, exoteric (zāhir) and esoteric (bātin) sciences. The exoteric (zāhir) sciences include the act of worship (‘ibādat), social ethics (‘ādat), and matters pertaining to dangerous act (muhlikāt). As for esoteric (bātin) sciences, it is about spirituality dimension. The second category of knowledge is the rational knowledge (‘ulīm al-‘aqliyyah)’ulīm ghayr shar’iyah). This type of knowledge can be divided into fundamental (usûl) and subsidiary (furū’). The fundamental knowledge includes mathematics/logic, natural science (observation and experiment), and investigation science of existence. The theoretical classification of knowledge allows organizations to identify priorities, resources, and efforts to convert the knowledge into absorptive capability. Zarkasyi (2010, pp.162-164) argued that there are two ways knowledge can be acquired by individuals, namely through human teaching (al-ta’lim al insaniyy) and Divine teaching (al-ta’lim al rabbāniyy). People learn from other people via face-to-face and other instructional ways (Zabeda, 2004, 2008) with monetary or non monetary rewards (Zabeda, 2008). However, the Divine teaching is highly spiritual when the learners acquiring knowledge based on Divine revelation (al-wahy), inspiration (iḥām), reflection and contemplation (al-ṭistīghal bi al-ṭafakkur). The absorptive capacity to acquire human and divine teaching (al tarbīyyah al-wahy) is through five capabilities (power), namely common sense (al-hiss al-mushtarāk), representative power (al-quswah al-khayāliyyah), estimate power (al-quwwah al-wahmiyyah), retentive power (al-quwwah al-hāfidhah wa al-dhakirah), imaginative power (al-quwwah al-mutakhayyilah/ al-quswah al-mutafakirrah).

B. Tawhidic Paradigm (TP) and Knowledge Management

This section elaborates Tawhidic paradigm can be integrated with knowledge management because Islamic knowledge management is built upon the foundation of Islamic faith (al-iman al-Islamiyyah). The Islamic faith is based on kalima shahāda, which is to recognize Allah as the only universal God and Prophet Muhammad (Peace Be Upon Him) as the messenger of Allah. With this foundation, the ultimate aim of Islamic management system is to gain the pleasure of Allah by executing all of the duties prescribed by Him. The discussion of this paper begins with the explanation on the major components of Tawhidic paradigm. Next, the paper discusses the role of firms in providing platform for managers to use their skill and talent to develop knowledge management system based on Tawhidic perspective to achieve the organizational
goals. Then, the paper discusses the components of managerial functions together with managerial roles. A critical section of this paper presents the integration between Tawhidic Paradigm (al-Tasawwur al-Tawhidiyah) and managerial functions together with illustrations how to make the integration work.

According to Tawhidic paradigm, man’s multiple relationships revolve around Tawhid. The next section explains Islamic worldview which links the prerequisites to Tawhid and the roles of the believers of the paradigm. Figure 1 depicts the integrative linking role of Tawhid with worship (‘ibadat), submission of mankind to Allah for the sake of securing His Pleasure vis-à-vis the roles of mankind as servant (‘abd) and vicegerent (khalifa) of Allah.

Figure 1: KM based on the integrative role of Tawhid in executing worship (‘ibadat) with trust and justice.

KM development is in line with the main reason the creation of man, which is to worship (‘ibadat) Allah, in which it has to be performed with trust and justice is depicted in Figure 2 to be consistent with the job description of vicegerent (khalifa) as stated in Sura al Baqarah 2: 30. This assignment is in line with the purpose that Allah has created mankind to be His servant and also His vicegerent on earth.

Figure 2: Fundamental Principles of Duniawi-Ukhrawi View

C. Nature of Knowledge Management (KM) and Management of Firms

This section elaborates KM nature from organizational perspectives. Debowski (2006) contended that contemporary knowledge management development includes the organizational process and support. Five phases of knowledge development are knowledge sourcing, knowledge abstraction, knowledge conversion, knowledge diffusion and knowledge refinement. Knowledge sourcing involves organizational task to identify relevant information from the market and feedback from stakeholders. Knowledge abstraction is about making sense of the information obtained from the market into theories and assumptions. The next step will be knowledge conversion, to codify tacit and embodied knowledge into explicit and codified knowledge. The codified knowledge is transferred, transmitted and diffuse for greater use.

Firms develop KM in order to mobilize economic scarce resources and transform them into goods and services to benefit mankind. Gibbons (2005) said that firm is basically a vehicle for entrepreneur to mobilize resources to create wealth sustainably. Williamson (1971, 1979, and 1985) argued that firm is used to generate continuous income for the owners of the firm; he called this activity as ‘rent-seeking’ behavior of the firm. Similar observations are made by Klein (1988, 1996). Firm is also being used as formal vehicle to own resources or ‘property-rights’ so that it can continue to be the beneficiary of the resources (Hart & Moore, 1990, and Hart, 1995). Other scholars argued that firm provides ‘incentives’ to economic system to generate wealth (Holmstrom, 1982, 1999). Cyert and March (1992) argued that firm sets the foundation for organisation to create goals, provide expectations and choices. Goals are very important for members of organisation to make commitment and shape the required behavior in order to achieve desired outcomes. Expectations are related to the potential benefits or advantages in the future that can be envisaged so that people can adjust the present behaviour in order to fulfill the future target. The firm makes its choices or solves problems based on its goals and expectation so that the choices maximize the potential goals (Cyert & March, 1992; Cyert, Dill & March, 1958).

Firms could attain objectives and goals if they are managed efficiently and effectively. Management can be defined as the process of working with and through people via planning (P), organizing (O), leading (L), and controlling (C) - P-O-L-C - the people and other resources to achieve the objectives or goals (Daft, 2010; Dyck & Neubert, 2009). This definition is based on the classical theory of
scientific management (Dyck & Neubert, 2009). In other words, there are four functions involved when managing firms or any organizations, i.e. to determine the goals, to arrange the task and structure, to work with other people collectively, and to ensure results are achieved (Daft, 2010; Dyck & Neubert, 2009).

Daft (2010) argued that managers apply management functions of planning, organizing, leading and controlling to achieve goals of their organization. Planning is defined as the process to formulate goals for future performance together with the resources required. Organizing refers to the arrangement of tasks, responsibilities, accountability, and resources allocation to enable the organization to execute activities that attaining the goals. Leading is about the use of influence on employees so that they are motivated, willing and ready to perform the tasks assigned to them. As for controlling, it is about monitoring employees and resources so that they are on the right track to achieve the goals of the organization.

Managers perform the management functions on daily basis by carrying out various activities to achieve organizational goal of their organization. In other words, managers perform certain roles in carrying out the management functions – P-O-L-C.

III METHODOLOGY
The study examines the perceptions of managers and knowledge workers pertaining to the incorporation of Ulū al-Albāb approach into managing organizational assets and knowledge management as a mean to achieve organizational sustainable innovation and competitive advantage. The study approached technology-based firms located in Technology Park Malaysia, Selangor Science Park, and Cyberjaya. It interviewed twenty (10) informants, who included three (3) managers and seven (7) knowledge workers executives of technology-based firms in Malaysian technology parks.

The data collection method is a qualitative research method. The qualitative method enables the study to explore a context deeply, which could not be done adequately by quantitative methods, such as survey (Wainwright, 1997; Patton, 1990).

IV FINDINGS
This section presents the findings based on the views of three managers (M1, M2 and M3) and seven knowledge workers (KW1-KW7) pertaining the incorporation of Tawhidic paradigm KM Ulū al-Albāb approach into managerial roles which can be divided into interpersonal, information and decisional roles (Mintzberg, 1980). According to Mintzberg (1980), interpersonal roles include figurehead, leadership, and liaison activities. As figureheads, managers perform ceremonial and symbolic duties, such as presenting a letter of appreciation at the company’s dinner. In leadership, managers are involved in the hiring process, appraisal, motivation, and training. Finally, managers provide a bridge for contacting external sources (i.e. individuals or groups) to obtain information for the organisation. M1 and M2 used to attend training on Islamic management at their own initiatives and are actually applying the concepts into their work.

Secondly, managers perform information roles in their daily tasks. Informational roles include monitoring, disseminating, and spokesperson activities. In monitoring, managers organize, search and collect information from outside organisations, e.g. talking with others about competitors for the organisations. Then, the managers will disseminate the relevant information to the employees. In formal communication with outsiders, managers will speak on behalf of the organisations with outsiders.

Finally, it is very necessary for managers to perform decision roles. Decisional roles include the managers’ role as entrepreneurs, disturbance handlers, resource allocators, and negotiators. As entrepreneurs, managers create, organize and supervise new projects that are packaged with risks and uncertainties for their organisations. In the meantime, managers as disturbance handlers take corrective actions on all high impact problems that occur. Nevertheless, more importantly, managers have to face a very tough job when they have to allocate resources and negotiate with stakeholders that are in line with their organization’s objectives (Daft, 2010; Dyck & Neubert, 2009).

Dyck and Neubert (2009) argued that there are some overlap between the managerial functions and managerial roles. In planning, organizations identify goals and determine resources. Based on managerial roles, the planning stage involves decisional roles because managers assume the role as entrepreneurs in examining the external and internal environment to maximize the opportunities. Then, managers also assume as negotiators when changes are required to be made on the plans. For example, managers need to
negotiate with unions, employees, suppliers on the wages and prices. At the same time, managers also play spokesperson role in disseminating and transmitting information to the public. In short, planning involves decision making process, establishing goals, and to formulate strategies that can sustain competitive advantage.

According to Dyck and Neubert (2009), in organizing, it is vital for managers to ensure tasks are clarified, assigned and explained to the employees in systematic manner to achieve goals. At this stage, managers are required to allocate resource so that members of organization can work within the resources allocated. This function is dynamic as it is involved in structuring the organization, assigning employees with tasks, responsibility and accountability. In leading, it’s main function is to motivate and influence others to perform their tasks that can result in the achievement of organizational goals. In fact, Mintzberg (1980) argued that managers spent about 75 percent of their time in this function. The essential roles that managers actually do in leading include leader, liaison, and disseminator. Finally, the controlling function is to ensure all the activities are consistent with goals of the organizations.

From conventional perspectives, there are two approaches of management functions, namely mainstream and multi-stream (Dyck & Neubert, 2009). The mainstream approach emphasises on maximizing productivity and profitability by inducing individual for self interest. In contrast, multi-stream emphasises on the nurturing values and virtues. Due to different approaches, the key ideas of management functions are also different. The multi-stream uses ‘moral sentiment’ and ‘stakeholders approach’ (Smith, 1982).

As for KW3, KW5 and KW7, they supported the effort to use KMS Ulū al-Albâb approach. M3, KW1, KW2, KW4, and KW6 have positive perception about the approach, but need to attend more training in order to understand them.

V DISCUSSION
This part discusses KM Tawhidic paradigm (TP) provides the philosophy or purpose of doing things that is solely for Allah; to secure His Pleasure. Management functions (MF) are related to the specific activities and roles that managers perform to achieve the goals of their organization effectively and efficiently. TP lays down the guiding principles for mankind so that they perform the duties as servant and vicegerent of Allah. As for MF, it can be guided by any principle, as long as it is able to satisfy the owners or shareholders of company.

Thus, TP stresses that that it is Divine duty of mankind to serve Allah. Besides human beings, other creatures are also the servants of Allah and are created to worship Him. Allah says in Sura Adh Dhariyat 51: 56:

“We (Allah) have not created jinns and mankind except to worship Me (Allah).

A person becomes more resourceful and humble by worshipping Allah. These two qualities are essential to balance human’s physical and spiritual aspects in facing the challenges of life. In contrast, one who does not worship Allah will be punished in the form of distracting affairs and timidity. It is the power of Tawhid that motivates man to worship (perform 'ibadat), submitting himself to the Commandments of Allah in order to secure His Pleasure. He accepts the dual role specified by Allah, i.e. to be servant ('abd) and vicegerent (khilifa) of Allah. The execution of these roles requires man to uphold certain principles: (a) Tawhidic paradigm, (b) vicegerency (khilafah), (c) servant ('abd), (d) trust (amanah) and (e) justice ('adalah) (Haneef, 1997, pp.44-49). As servant and vicegerent of Allah, man is commanded to establish ma'aruf and forbid munkar, as reflected in the following verse (Sura Ali Imran 3: 110):

“You are the best nation which has ever been raised for guidance of mankind. You enjoin good, forbid evil, and believe in Allah.

“The best nation,” according to Ibn Kathir (2003), refers to the best of peoples for the people. With the best qualities, “the best of peoples” are able them to encourage fellow men to do good deeds and to prevent them from committing sins. This can be interpreted as a collective responsibility towards worshipping Allah. In fact, one’s level of faith, whether increasing or decreasing, is very much dependant on the individual’s initiatives in enjoining goodness and forbidding evil.

TP must permeate the entire management functions. Daft (2010) identified four management functions, namely planning, organizing, leading...
and controlling to achieve goals of organization that can please Allah and satisfy the shareholders. Planning is defined as the process to formulate goals for future performance together with the resources required. Organizing refers to the arrangement of tasks, responsibilities, accountability, and resources allocation to enable the organization to execute activities that attaining the goals. Leading is about the use of influence on employees so that they are motivated, willing and ready to perform the tasks assigned to them. As for controlling, it is about monitoring employees and resources so that they are on the right track to achieve the goals of the organization. The linkages between TP and MF are workable because both are provided by International Islamic University Malaysia through Research Endowment Type A (EDW A11-146-0937).

VI CONCLUSION
Knowledge management (KM) from the Ulū al-Albāb approach is appropriate with the new managerial paradigm to achieve organizational sustainable innovation and competitive advantage. Tawhidic-based knowledge view offers an integrative framework to achieve sustainable knowledge management and organizational learning for innovation. With the Ulū al-Albāb approach that ingrained with Tawhidic paradigm, The KBV view contributes the spirituality foundation to sustain intellectual contribution from knowledge workers. Managers and knowledge workers who are familiar with conventional knowledge management perceived that the Ulū al-Albāb approach is commendable insights into dynamism, uncertainty and complex business contexts. The current stage of the Ulū al-Albāb approach has to be operationalized to fit into the contemporary business models and processes. However, the views of the knowledge workers are not comprehensive and rigorous without the views from other stakeholders. Nevertheless, managers can apply the Ulū al-Albāb approach into its communities of practice and social network. The Ulū al-Albāb approach contributes to the theoretical and practical understanding of knowledge and knowledge assets management.

ACKNOWLEDGMENT
The authors acknowledged the research grant provided by International Islamic University Malaysia through Research Endowment Type A (EDW A11-146-0937).

REFERENCES


