## ABSTRACT

In an effort to improve the welfare of society within a country, then economic development is a very important thing done by each country. Development contains an essential element, which is to build a physical and spiritual man and change the fate of human beings to get out of the trap of poverty and underdevelopment. Which way to undertake economic development is through the micro business sector. One to encourage the micro business sector is the potential of zakat in Indonesia.

In this study aims to find out the effect of productive zakat capital assistance that is given a positive effect on business development and welfare of mustahik. This reeserch is using descriptive analysis method to determine the system of accumulating zakat funds, management and distribution of productive zakat funds. And to analyze the effect of productive zakat funds on business development and household welfare, in this study using analysis of Paired T-Test of the number of samples as many as 30 beneficiaries of productive zakat funds.

From the results of research shows that there are significant differences from the provision of capital aid zakat productive to the business development of mustahik and also mustahik household welfare after receiving the aid of zakat capital which is given by the rumah zakat

Keyword :Zakat, Micro Business, Capital Assistance, Welfare, Micro Businnes Capital Assistance, Profit, Turnover, Family Ezxpenditure, Mustahik