



BERJAYA BUSINESS SCHOOL

FINAL EXAMINATION

Student ID (in Figures) :

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Student ID (in Words) : _____

Course Code & Name : **FIN2123 FUNDAMENTALS OF BANKING**
Trimester & Year : MAY – AUGUST 2019
Lecturer/Examiner : MR.RAVINDRAN RAMAN
Duration : 3 Hours

INSTRUCTIONS TO CANDIDATES

1. This question paper consists of 2 parts:
PART A (25 marks) : Answer all TWO (2) short answer questions. Answers are to be written in the Answer Booklet provided.
PART B (75 marks) : Answers only THREE (3) out of FOUR (4) structured answer questions. Answer are to be written in the Answer Booklet provided.
2. Candidates are not allowed to bring any unauthorised materials except writing equipment into the Examination Hall. Electronic dictionaries are strictly prohibited.
3. This question paper must be submitted along with all used and/or unused rough papers and/or graph paper (if any). Candidates are NOT allowed to take any examination materials out of the examination hall.
4. Only ballpoint pens are allowed to be used in answering the questions, with the exception of multiple choice questions, where 2B pencils are to be used.

WARNING: The University Examination Board (UEB) of BERJAYA University College regards cheating as a most serious offence and will not hesitate to mete out the appropriate punitive actions according to the severity of the offence committed, and in accordance with the clauses stipulated in the Students’ Handbook, up to and including expulsion from BERJAYA University College.

Total Number of pages = 3 (Including the cover page)

PART A : SHORT ANSWER QUESTIONS (25 MARKS)

INSTRUCTION (S) : There is **TWO (2)** short answer questions in this section. Answer **ALL** questions. Write your answers in the Answer Booklet(s) provided.

Question 1

Explain **FOUR (4)** roles played by banks in Malaysia's banking system.

(Total 10 marks)

Question 2

Explain **THREE (3)** product and services offered by Malaysian commercial bank.

(Total 15 marks)

END OF PART A

PART B : STRUCTURED QUESTIONS (75 MARKS)

INSTRUCTION (S) : There are **FOUR (4)** questions in this section, answer only **THREE (3)** questions. Write your answers in the Answer Booklet(s) provided.

Question 1

Malaysia has the dual banking system which are the conventional and Islamic banking system. Discuss **FIVE (5)** differences between the both systems.

(25 marks)

(Total 25 marks)

Question 2

(a) Explain the functions of Bank Negara Malaysia in the Malaysian banking system.

(10 marks)

(b) Monetary stability is important for a country hence the central bank of the country must ensure this problem needs to be taken care. Discuss **FIVE (5)** importance of the monetary stability.

(15 marks)

(Total 25 marks)

Question 3

The Financial Services Act 2013 (FSA 2013) came into operation on 30 June 2013 in the Malaysian financial and banking system. Discuss what the changes are after the implementation of this new act.

(25 marks)

(Total 25 marks)

Question 4

Bank Negara Malaysia uses the CAMEL rating framework to evaluate Malaysian banks' in five critical areas. Discuss what CAMEL is and each of the area.

(25 marks)

(Total 25 marks)

END OF QUESTION PAPER