



## FACULTY OF BUSINESS

### FINAL EXAMINATION

Student ID (in Figures) : 

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Student ID (in Words) : \_\_\_\_\_  
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Course Code & Name : **FIN2123 FUNDAMENTALS OF BANKING**  
 Semester & Year : SEPTEMBER – DECEMBER 2020  
 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)** : Answer all **TWO (2)** questions. Write your answers in the Answer Booklet(s) provided.

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**Question 1**

Malaysia's banking system consists of foreign and domestic banks. Explain **FOUR (4)** roles played by a domestic bank.

**(Total 10 marks)**

**Question 2**

Discuss **THREE (3)** types of product and services offered by Malaysian commercial banks for the consumer and business segment activity to support the economy.

**(Total 15 marks)**

**END OF PART A**

**PART B : STRUCTURED ANSWER 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.

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**Question 1**

Malaysian banking system operates with two parallel systems which is called the conventional and Islamic banking system. Distinguish **FIVE (5)** differences between both systems.

(25 marks)

**(Total 25 marks)**

**Question 2**

(a) Bank Negara Malaysia acts as an important regulator for the banking system in Malaysia. Explain **FIVE (5)** functions of Bank Negara Malaysia in regulating the banking system.

(10 marks)

(b) Discuss **FIVE (5)** purposes in monitoring the monetary stability by Bank Negara Malaysia.

(15 marks)

**(Total 25 marks)**

**Question 3**

The Islamic banking system is required to comply and be consistent with the Islamic Financial Services Act 2013 (IFSA 2013). Discuss the new changes in the Islamic banking operation and business activities.

(25 marks)

**(Total 25 marks)**

**Question 4**

“International banking is importance for a cross border trade between one countries with another country”. Discuss various factors that support this statement by providing relevant example.

(25 marks)

**(Total 25 marks)**

**END OF QUESTION PAPER**