



FACULTY OF BUSINESS

FINAL EXAMINATION

Student ID (in Figures) :

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Student ID (in Words) : _____

Course Code & Name : **FIN2153 Islamic Finance & Banking**
 Semester & Year : September – December 2023
 Lecturer/Examiner : Mr Muhammad Firdaus
 Duration : 3 Hours

INSTRUCTIONS TO CANDIDATES

1. This question paper consists of 3 parts:
 - PART A (40 marks) : **FOUR (4) essay questions. Answer ALL questions. Answers are to be written in the Answer Booklet provided.**
 - PART B (60 marks) : **THREE (3) structured questions. Answer ALL questions. Answers are to be written in the Answer Booklet provided.**
2. Candidates are not allowed to bring any unauthorized 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 : FOUR (4) ESSAY QUESTIONS (40 MARKS)

INSTRUCTION(S) : Answer **ALL** questions. Write your answers in the Answer Booklet(s) provided.

QUESTION 1

Identify any **FIVE (5)** basic financial modes used by Islamic Banking.

(10 marks)

QUESTION 2

Explain the **FIVE (5)** factors that contribute to the growth of the Islamic finance industry in European countries.

(10 marks)

QUESTION 3

Describe **FIVE (5)** challenges faced by Takaful.

(10 marks)

QUESTION 4

Briefly explain **FIVE (5)** types of funds provided by Islamic investment portfolio.

(10 marks)

(Total: 40 marks)

END OF PART A

PART B : THREE (3) STRUCTURED QUESTIONS (60 MARKS)

INSTRUCTION(S) : Answer **ALL** questions. Write your answers in the Answer Booklet(s) provided.

QUESTION 1

- a. Discuss **FOUR (4)** differences between Bay al-Salam and Bay al-Istisna'.
(8 marks)
- b. Elaborate the **THREE (3)** main prohibitions in Islamic finance.
(12 marks)
- (Total: 20 marks)**

QUESTION 2

- a. Explain **FOUR (4)** international infrastructure institutions that support the growth of the Islamic financial services industry.
(8 marks)
- b. Differentiate **THREE (3)** characteristics between share investment and gambling in Islamic Finance.
(12 marks)
- (Total: 20 marks)**

QUESTION 3

- a. Briefly explain **FOUR (4)** strategies that need to be taken by Islamic finance to sustain its development in the global financial system.
(8 marks)
- b. Describe **FOUR (4)** features of Mudharabah and Musyarakah contracts.
(12 marks)
- (Total: 20 marks)**

END OF EXAM PAPER