

INTERNATIONAL ISLAMIC UNIVERSITY CHITTAGONG

Department of Business Administration

Program: MBA

Mid-Term Examination, Summer, 2022

Course Title: Islamic Financial System; Course Code: FIN-5402

Full Marks: 30

Answer any three of the following questions serially

Time: 2:0 hours

1. a. How can you define a financial system? What are the mechanisms followed by financial system to mobilize funds from surplus unit to deficit unit? 4.5
b. Discuss the importance of a financial system in the economic development of a country. 3.5
c. Demonstrate the banking structure of Bangladesh. 2.0
2. a. How Islamic financial system is different from Conventional financial system? 3.5
b. Explain the basic principles of Islamic financial system. 3.5
c. Clarify the requirements to be fulfilled for successful implementation of Islamic Financial System. 3.0
3. a. What are the necessary conditions for considering something Riba? Why is Islam so vocal against Riba? Justify your answer in the light of socio- economic and moral consequences of Riba. 4.0
b. How Riba is prohibited in Islam? Discuss with reference to Quran and Hadith. 4.0
c. Differentiate between Riba and profit. 2.0
4. a. How can you differentiate between Bai-Salam and Bai-Istisna. 2.5
b. Explain the different types of Musharakah contracts. 2.5
c. Distinguish between Bai-Murabaha and Bai-Muajjal. 2.5
d. Elucidate the mechanism- 'Hire purchase under shikatul milk'. 2.5