

International Islamic University Chittagong

Department of Economics & Banking

Semester End Examination; Autumn-2024

Course Code: FIN-4702

Time: 2.5 hours

Program: BSS (Hons) in Economics & Banking

Course Title: Islamic Financial System

Full Marks: 50

[Answer all of the following questions. Figures in the right margin indicate full marks.]

QN	Description of Questions	Marks	CLOs & PLOs	Cognitive learning
1(a).	Define the good IPO.	1		Remembering
1(b).	Mr. Rehman has entered into a Salam contract with IBB PLC and has received advance payment. i. Identify the buyer and the seller of the contract. ii. Illustrate the usefulness of the contract to Mr. Rehman and IBB PLC.	3	CLO 4 & PLO 3	Understanding
1(c).	Insider trading, margin trading, short selling, speculation, arbitrage, and hedging are some associated activities of stock market. Evaluate the permissibility of these activities in Islam with their brief description.	6		Evaluating
2(a).	Name the main source of income of the commercial banks.	1	CLO 5 & PLO 4	Remembering
2(b).	Demonstrate the primary and the secondary functions of the commercial banks.	4		Understanding
2(c).	Elucidate the principles that Islamic commercial banks must have to maintain.	5		Analyzing
3(a).	Describe Murabaha Trust Receipt.	2		Remembering
3(b).	Some popular products of conventional commercial banks are cash credit, overdraft facilities, and discount of bills. Choose the substitute Islamic banking products of them.	3	CLO 5 & PLO 4	Analyzing
3(c).	Formulate the import procedure of Islami Bank.	5		Creating
OR				
3(a).	State the criticism of the Metwally Model.	2		Remembering
3(b).	Forward, futures, option, and swap are the most popular derivative products. Identify the users of the products.	3		Analyzing
3(c).	Explain the Sukuk-al-murabaha, Sukuk-al-salam and Sukuk-al-ijara with examples.	5		Creating
4(a).	State the principles of Takaful.	5	CLO 5 & PLO 4	Remembering
4(b).	Takaful, the Islamic insurance, provides services under different models. Elucidate the Takaful models.	5		Analyzing
OR				
4(a).	IBB PLC is a prominent Islami bank in Bangladesh. Analyze the role of the bank to alleviate poverty from Bangladesh stating the current ongoing activities of the bank.	5		Analyzing
4(b).	Islamic Banking has gradually increased in Bangladesh. Evaluate the prospects of this sector in Bangladesh with real scenario.	5		Evaluating
5(a).	Write the objectives of Monetary policy in Islam.	2	CLO 5 & PLO 4	Remembering
5(b).	Central banks have to handle the sources of monetary expansion to	3		Analyzing

ensure adequate money supply in the economy. Point out the sources of monetary expansion.

- 5(c). Develop the instruments that the central bank in an Islamic economy may use to regulate money and credit. 5

Creating