



Time Allowed: 3 Hours

Maximum Marks: 100

Date: November 22, 2022

**Islamic Finance
JAIBP (Specialization)**

Roll No:

Instructions:

- i. Attempt ALL questions;
- ii. Answers must be neat, relevant and brief;
- iii. In marking the question paper, the examiners take into account clarity of exposition, logic of arguments, presentation and language;
- iv. Read the instructions printed inside the top cover of answer script CAREFULLY before attempting the paper;
- v. DO NOT write your Name, Access No or Roll no. etc. anywhere inside the answer script(s);
- vi. Candidates are advised not to mark any of the objective answer on the Question Paper, otherwise their paper will be cancelled;
- vii. Question Paper must be returned to invigilator before leaving the examination hall.

SECTION B: SUBJECTIVE

Attempt ALL Questions.

(55 Marks)

- Q1.** a) Define Tawarruq. State the difference between Tawarruq and Bai Inah. **(04 Marks)**
- b) Discuss “Deposit of Conventional Bank are Qard base or Amanah Base”. **(04 Marks)**
- Q2.** Explain the following terms. **(06 Marks)**
- I. Riba
 - II. Riba An Nasiyah
 - III. Riba al Fadl.
 - IV. Amwal e Ribawiyah
- Q3.** a) State the difference between Salam and Istisna financing. **(04 Marks)**
- b) Explain any four risk associated with Istisna financing along with their mitigating factors. **(08 Marks)**
- Q4.** Discuss any five key challenges faced by the Islamic Banking Industry since its inception till date. **(05 Marks)**
- Q5.** State any two types of transactions that are prohibited in Shariah. **(06 Marks)**
- Q6.** Art Milliners is the manufacturer of Denim. To expand its production capacity Art Milliners wants to buy Machine from local supplier. The cost of a machine is 20 million. Art Milliners want to avail financing facility for 75 % of Total cost of machine. Tenor of financing 5 years.
- I. As a relationship manager at Islamic bank, suggest best suitable mode of finance to fulfill client requirement.
 - II. And proposed detail transaction agreement from disbursement till settlement. **(10 Marks)**
- Q7.** a) Define Qimar, Khatar and Gharar. **(03 Marks)**
- b) Give reason why Murabaha cannot be securitized and not tradable in secondary market. **(05 Marks)**

X ——— END OF PAPER ——— X