



The Institute of Bankers Pakistan

Time Allowed: 3 Hours

Maximum Marks: 100

Date: March 14,2023

**Islamic Finance
JAIBP (Specialization)**

Roll No:

Instructions:

- i. Attempt ALL questions;
- ii. Answers must be neat, relevant and brief;
- iii. In marking the answers, the examiner takes 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) State the difference between Istisna and Ijarah. **(04 Marks)**
b) Explain four risks that are present in Salam Financing along with their mitigation factors. **(04 Marks)**
- Q2.** a) Explain the profit distribution mechanism as per sharia in Term Deposit Certificates/ Saving Account? **(05 Marks)**
b) State the difference between Mudaraba and Wakalah Istithmar. **(04 Marks)**
- Q3.** a) Explain conditions of contract (Sharaet-e-Aqd) for a valid sale contract. **(08 Marks)**
b) Explain:
i) Bai Baatil –Void/ Non Existing Sale
ii) Bai Fasid – Existing Sale but void due to defect. **(04 Marks)**
- Q4.** a) Define Khiyar. **(02 Marks)**
b) Explain any four types of Khiyar along with examples. **(08 Marks)**
- Q5.** a) Why Bill purchase and it's discounting is not allowed in Shari'ah? **(03 Marks)**
b) State Bill Purchase alternatives available in Islamic Banking? **(05 Marks)**
- Q6.** Explain the practical procedure of Murabaha import financing. **(08 Marks)**

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