

Diploma in Islamic Banking Examination, November-2022

101: Alternative Financial System

Part : I Full Marks: 100

Time: 3 Hours Pass Marks: 45

(N.B.: Answer any 5 (five) of the following questions. The figures in the right margin indicate full marks.)

1. a) What do you understand by Alternative Financial System? Are Alternative Delivery Channel and Alternative Financial System same? Give your opinion. 6
b) Enumerate the features and objectives of Islamic Banking. 8
c) Do you think that the alternative financial system is more resilient than the conventional banking system? Explain. 6
2. a) What do you mean by “Commitment to the principles of Islamic shariah”? Can maqasid-e-shariah be achieved through Islamic Banking? 8
b) Define shariah non-compliance in Islamic Banks. What are some major and minor shariah non-compliances in banking operations? 6
c) Suggest measures to overcome the challenges in shariah compliance in Islamic banks of Bangladesh. 6
3. a) Is there any prohibition of Riba in the Quranic text and Hadith? Mention 1 (One) verse from the Quran and 1 (One) Hadith of Prophet Muhammad (SWSM). 6
b) Define Riba al-fadl and Riba an-naseeah with example. 6
c) Discuss why Riba is prohibited. What are the positive impacts of profit sharing on socio-economic activities and development? 8
4. a) Is it permissible to deal with Conventional Insurance Companies? Explain the issue from shariah point of view. Mention the reasons behind non-permissibility of conventional insurance. 6
b) Can an Insurance company run Islamically? How? Explain a model of Islamic Insurance. 8
c) How takaful got introduced in Bangladesh and what are its prospects? 6
5. a) Discuss the concept of Risk Management in Islamic Shariah. 6
b) What is meant by shariah non-compliance Risk in Islamic Banks? 6
c) Describe the process of shariah non-compliance risk rating introduced by Bangladesh Bank. 8
6. a) What is Call Money Market? 6
b) Do Islamic Banks participate in call money market? What are the Islamic money market products available in Bangladesh? 6
c) Discuss the problems and prospects of Islamic money market in Bangladesh. 8
7. a) Define Investment Sukuk. 6
b) What are the differences between Investment Sukuk and Conventional Bonds? 6
c) How Sukuk can contribute to infrastructural development of Bangladesh? Explain with an example of Ijara Sukuk to implement a mega project. 8
8. Write short notes on any 5 (Five) of the following 4 × 5 = 20
 - a. ADC Products
 - b. Maisir, Rishwah
 - c. CIBAFI, IsDB
 - d. Qard
 - e. Bai Muajjal and Bai- Salam
 - f. Musharakah
 - g. Islamic Bank
 - h. Bai-as-sarf

The End