

Diploma in Islamic Banking Examination, November-2022
106: Theory and Practice of Banking: Islamic and Conventional
Part : I Full Marks: 100
Time: 3 Hours Pass Marks: 45

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

1. a) What are the differences between Bank and NBFIs? 4
- b) Define the concept of Sub Branch Banking. How it will be a viable banking system for commercial banks? 6
- c) "Sustainable growth through Fintech" a sustainable mechanism to ensure expansion of financial inclusion in Bangladesh. Explain. 6
- d) State capital structure of a bank company. 4
2. a) What are the common misconceptions regarding Islamic banking in the society? Provide adequate response regarding the expression 'Islami banks and Conventional banks are same, as both earn the same, profit or interest'. 8
- b) What are the regulatory requirements while allowing fund against a Deceased Account? 4
- c) What are the liquidity management tools practiced by Islamic banks. 4
- d) What problems and limitations are faced by Islamic banks under dual banking system? 4
3. a) What are the supports provided so far by Government and Bangladesh Bank for promoting Islamic banking in Bangladesh? 8
- b) Mention sources of Sharia'h. What are the roles and functions of Shariah's Supervisory Committee of an Islamic bank? 6
- c) What is the current market share of Islamic banking in the banking sector of Bangladesh under different parameters? Suggest appropriate recommendations for higher achievement. 6
4. a) What is Capital Adequacy? 3
- b) Discuss the capital requirements of Tier-I, Tier-II and Tier-III under BASEL-III. 7
- c) Discuss the importance of cash management of a branch. 7
- d) Discuss the characteristics of a walking customer. 3
5. a) What do you mean by Customer on boarding? 3
- b) Describe the procedure to open account by on boarding system? 7
- c) "Better customer service earn more profit"-Explain with special focus on better customer service. 10
6. a) Write down the definition of Cheque and Promissory Note as per NI Act-1881. 6
- b) What do you mean by Endorsement? 4
- c) Define the various types of endorsement as per NI Act-1881. 10
7. a) Define Call Money Market. Can Islamic banks get any benefit from call money market? Why? 6
- b) What is Residual Risk? How it can be mitigated? 4
- c) 'For ensuring good governance, compliance is must though it is costly, but non-compliance is more costly'. Explain. 6
- d) What are the causes of liquidity crisis in a bank? 4
8. Write short notes on any 5 (five) of the following: 5x4=20
 - a) CAMELS
 - b) CRAR & SLR
 - c) ALCO
 - d) Corporate Governance
 - e) IFSB
 - f) Merchant Banking
 - g) RTGS & NPSB
 - h) Predicate Offence

The End