FINAL EXAM
FIRST SEMESTER SESSION 2012/2013

COURSE CODE / NAME : BWFS2033 REGULATIONS IN ISLAMIC FINANCE AND BANKING
DATE : 07 JANUARY 2013 (MONDAY)
TIME : 2.30-5.00 PM (2 ½ HOURS)
VENUE : DSB K.T / WD

INSTRUCTION :
1. This question paper contains NINE (9) questions in TEN (10) printed pages excluding the cover page.
2. Answer ALL questions in the spaces provided.

MATRIC NO : ____________________________ (with word) ____________________________ (with number)
IDENTIFICATION CARD NO : ____________________________
LECTURER : ____________________________
GROUP : [ ] TABLE NO : ____________________________

DO NOT OPEN THIS EXAMINATION PAPER UNTIL INSTRUCTED
QUESTION ONE (10 MARKS)

Explain TWO (2) criteria in the screening process of securities used by the Securities Commission Malaysia.

(10 marks)
QUESTION TWO (15 MARKS)

Briefly explain ONE (1) of the court cases involving Islamic Banking in Malaysia. Discuss the implication of the case to the development of the Islamic Banking industry in Malaysia.

(15 marks)
QUESTION THREE (15 MARKS)


1. Define arbitration.  (5 marks)
2. Discuss **FIVE (5)** differences between arbitration and mediation. (10 marks)
QUESTION FOUR (10 MARKS)

1. Explain why the IBA 1983 requires all Islamic banks to establish a Shariah Advisory Council.

(5 marks)

2. Discuss TWO (2) roles of the Shariah Islamic Council at the Bank Negara Malaysia.

(5 marks)
QUESTION FIVE (12 MARKS)

The functions of regulatory authorities in financial system are to manage the economic system, to guide and supervise the financial institutions, to enforce the financial laws and implement the fiscal and commercial policies.

Discuss **FOUR (4)** functions of Bank Negara Malaysia. (12 marks)
QUESTION SIX (9 MARKS)

Explain the following terminologies:-

a. Moral suasion

b. Call warrant

c. Money Laundering
QUESTION SEVEN (10 MARKS)

Discuss the development of Islamic capital market in Malaysia. (10 marks)
QUESTION EIGHT (10 MARKS)

1. The IBA 1983 does not exclude the application of other laws of the land to banks licensed under it or in relation to Islamic banking business. List TWO (2) of these laws. 

   (2 marks)

2. Briefly discuss FOUR (4) types of courts that compose the Malaysian judicial system.

   (8 marks)
QUESTION NINE (9 MARKS)

Discuss the THREE (3) financial requirements that Islamic banks need to fulfill.

(9marks)