FINAL EXAM
FIRST SEMESTER SESSION 2012/2013

COURSE CODE / NAME : BWFS 3023 ISLAMIC ACCOUNTING
DATE : 16 JANUARY 2013 (WEDNESDAY)
TIME : 2.30 – 5.00PM (2 ½ HOURS)
VENUE : DTSO

INSTRUCTION :

1. This questions booklet contains FIVE (5) structure questions in FOUR (4) printed pages excluding the cover page.
2. Answer ALL questions in the booklet provided.

MATRIC NO : .........................................................

(in word)

IDENTIFICATION CARD NO. :

LECTURER :

GROUP : 

TABLE NO. :

DO NOT OPEN THIS EXAMINATION PAPER UNTIL INSTRUCTED

CONFIDENTIAL
QUESTION ONE (25 MARKS)

1. Define the meaning of Islamic accounting.  
   (4 marks)

2. Summarize TWO (2) importance of Islamic Accounting in Islam  
   (5 marks)

3. Explain THREE (3) differences between Islamic accounting and conventional accounting.  
   (6 marks)

4. Explain TWO (2) differences between Islamic financial institution and conventional financial institution.  
   (5 marks)

5. Explain TWO (2) regulations related to Islamic Financial institution.  
   (5 marks)

QUESTION TWO (10 MARKS)

1. Explain TWO (2) objectives and operations of Islamic financial institutions.  
   (5 marks)

2. Explain TWO (2) theories in Islamic accounting methodology.  
   (5 marks)
QUESTION THREE (28 MARKS)

1. Define the terminologies below:
   i. Financial Statement
   ii. The Accounting and Auditing Organization for Islamic Financial Institutions Standard (AAOIFI)  (6 marks)

2. Explain THREE (3) standard contents in financial statement.  (6 marks)

3. Discuss FOUR (4) qualitative characteristics of accounting information.  (8 marks)

4. List TWO (2) disclosure requirements in accounting disclosure.  (2 marks)

5. Explain THREE (3) disclosure requirements on balance sheet investment accounts.  (6 marks)
QUESTION FOUR (12 MARKS)

1. Explain TWO (2) functions and powers of the Malaysian Accounting Standards Board (MASB).
   (4 marks)

2. Explain TWO (2) differences between Accounting and Auditing Organization for Islamic Financial Institutions standard (AAOIFI) and International Financial Reporting Standards (IFRS) on presentation of *ijarah* contract.
   (4 marks)

3. Explain TWO (2) reasons why AAOIFI is needed for Islamic Financial Institutions.
   (4 marks)

QUESTION FIVE (25 MARKS)

1. Define *Musyarakah financing* according to AAOIFI FAS1.
   (5 marks)

2. Explain TWO (2) general conditions for *Musyarakah* accounting.
   (5 marks)

3. Explain TWO (2) differences between *Zakah* and taxation.
   (5 marks)
4. Mr. Zahir is a manufacturer of clothing. He has the following assets and liabilities at the end of the Zakah year.

**Assets Amount**

1. House 2,000,000
2. Furniture & Household Effects 25,000
3. Motor Vehicle 600,000
4. Gold 100,000
5. Diamonds 50,000
6. Cash 1,500,000
7. Stock-in-trades 10,000
8. Machinery 500,000
9. Receivable from others 800,000
10. Vacant Land 800,000

**Liabilities Amount**

11. Bank overdraft 50,000
12. Trade creditors 500,000
13. Loans 700,000
Total Liabilities 1,250,000

i. Calculate total of Zakah payment that Mr. Zahir need to pay.

(5 marks)

ii. Discuss ONE (1) controversial issue on Bai Inah contract.

(5 marks)

END OF QUESTIONS