



UNIVERSITI KUALA LUMPUR BUSINESS SCHOOL

FINAL EXAMINATION
JANUARY 2016 SEMESTER

☐ COURSE CODE : EBB 20703
COURSE NAME : ISLAMIC WEALTH PLANNING AND MANAGEMENT
PROGRAMME NAME : BACHELOR
DATE : 25th MAY 2016
TIME : 2.00 PM - 5.00 PM / 3 HOURS
DURATION : 3 HOURS

INSTRUCTIONS TO CANDIDATES

- ☐ 1. Please **CAREFULLY** read the instructions given in the question paper.
2. This question paper has information printed on both sides of the paper.
3. This question paper consists of **TWO (2)** sections: **Section A and Section B**.
4. **Answer ALL questions in Section A. For Section B, answer TWO (2) questions ONLY.**
5. Please write your answers on the **OMR answer script and answer booklet** provided.
6. Answer all questions in **English ONLY** (any other language is not allowed).
7. This question paper must not be removed from the examination hall.
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THERE ARE THREE (3) PAGES OF QUESTIONS, EXCLUDING THIS PAGE.

SECTION A (TOTAL: 50 MARKS)

INSTRUCTIONS: ANSWER ALL questions.

Please use the answer booklet provided.

Question 1

Explain **FIVE (5)** factors that determine the price of property.

(15 marks)

Question 2

(a) What is the purpose of estate planning and why it is important to have a plan?

(5 marks)

(b) Mrs. Fatimah Rashid dies leaving behind her mother and father, a sister from the same parents as well as her grandfather and grandmother. She also has **FIVE (5)** sons and **FIVE (5)** daughters from her marriage to Mr. Rahman. She left a will stating that RM 200,000.00 is to be given to her sister. Her estate is worth RM 5,600,000.00 in cash. Assume Zakat is already paid, determine the amount to be paid to each beneficiary.

(15 marks)

Question 3

Retirement planning is an important part of personal financial planning. It is a preparation for life without a regular income from work. Thus, the need for retirement income creates a need for retirement planning. Explain the importance of retirement planning.

(15 marks)

[TOTAL: 50 MARKS]

SECTION B (TOTAL: 50 MARKS)

INSTRUCTIONS: ANSWER any TWO (2) QUESTIONS ONLY.

Please use the answer booklet provided.

Question 1

- (a) Describe those who cannot received the Zakat
- (b) Discuss the functions of Zakat to Muslim

(10 Marks)

(15 marks)

[TOTAL: 25 MARKS]

Question 2

- (a) What makes securities so attractive that shareholders are willing to part with their ownership when they go public?
(10 marks)
- (b) In principle the first level of screening is to focus on core business. Companies whose core businesses are Shariah compliant will form the universe. List 5 core businesses which are not permissible by Shariah.
(5 marks)
- (c) Explain the FOUR (4) levels of screening process to determine the tolerable level or benchmark of mixed contributions from permissible and non-permissible activities.
(10 marks)

[TOTAL: 25 MARKS]

Question 3

- (a) The Investment Policy Statement (IPS) acts as the investment strategy that reflects the risk-return policy, liquidity requirements, income and tax strategy. The result is a set of portfolio choices between safe and risky assets. Explain the passive investment approach and active investment approach in preparing the IPS.

(10 marks)

- (b) Monetary asset is purchased with the hope that the asset will provide income in the future or appreciate in value and can be sold at a higher price. However, when creating a policy statement, it is important to consider an investor's constraints. Explain **TWO (2)** main types of investment objectives and **THREE (3)** types of constraints

(15 marks)

[TOTAL: 25 MARKS]

END OF QUESTION PAPER