



UNIVERSITI KUALA LUMPUR
BUSINESS SCHOOL

FINAL EXAMINATION
OCTOBER 2025 SEMESTER

COURSE CODE : EBB20503
COURSE TITLE : ISLAMIC FINANCIAL PRODUCTS AND SERVICES
PROGRAMME NAME : BACHELOR IN ISLAMIC FINANCE WITH HONOURS
DATE : 28 JANUARY 2026
TIME : 9:00AM - 12:00PM
DURATION : 3 HOURS

INSTRUCTIONS TO CANDIDATES

1. Please read the instructions given in the question paper CAREFULLY.
2. This question paper is printed on both sides of the paper.
3. This question paper consist of ONE sections.
4. Section A consist of five questions. Answer FOUR (4) questions only.
5. Please write your answer on the answer booklet provided.
6. Please answer all questions in English only.
7. Refer to the attached Formula/ Appendies. Tick if applicable

THERE ARE 3 PAGES OF QUESTIONS INCLUDING THIS PAGE

SECTION A (Total: 100 marks)

Answer FOUR (4) questions.

Please use the answer booklet provided.

Question 1

A fintech company plans to introduce an Islamic robo-advisory platform for SME investments. Critically evaluate the benefits and risks of using such technology in Islamic finance. Discuss Shariah compliance, economic impact, and regulatory considerations.

(25 marks)

Question 2

Islamic banks offer various debt-based financing products to meet customers' financing needs while ensuring Shariah compliance. Critically discuss how Murabahah, Tawarruq, and Bai' Bithaman Ajil (BBA) differ in terms of purpose, structure, risk exposure, and suitability for customers and banks. Your answer should demonstrate how these products uphold Shariah principles while managing financing risk.

(25 marks)

Question 3

A company, Tjajah Limitless Ventures, needs cash to purchase raw materials and chooses Tawarruq financing from an Islamic bank. Critically explain the concept, types, and advantages for both the customer and the bank. Include a flowchart illustrating the modus operandi.

(25 marks)

Question 4

Critically compare Musharakah Mutanaqisah (MMP) and Bai Bithaman Ajil (BBA) as home financing products. Evaluate which product is more suitable for clients seeking long-term home ownership, considering Shariah compliance, risk, and financial implications.

(25 marks)

Question 5

As the Credit Manager at Al-Risalah Bank, you are tasked to structure a Shariah-compliant financing solution for a client involved in property development and trading activities.

- (a) Explain the steps in structuring an Islamic financing package. Highlight the main concern.

(10 marks)

- (b) Suggest the types of Islamic banking facilities and briefly explain the security required.

(7 marks)

- (c) Explain two benefits of business financing.

(4 marks)

- (d) Explain two reasons why SMEs seek financing.

(4 marks)

END OF EXAMINATION PAPER