



FINAL EXAMINATION
MARCH 2024

COURSE TITLE	ISLAMIC CAPITAL MARKETS
COURSE CODE	RFIN3383
DATE/DAY	24 JUNE 2024 / MONDAY
TIME/DURATION	02:00 PM - 04:00 PM / 02 Hour(s) 00 Minute(s)

INSTRUCTIONS TO CANDIDATES:

1. Please read the instruction under each section carefully.
2. Candidates are reminded not to bring into examination hall/room any form of written materials or electronic gadget except for stationery that is permitted by the Invigilator.
3. Students who are caught breaching the Examination Rules and Regulation will be charged with an academic dishonesty and if found guilty of the offence, the maximum penalty is expulsion from the University.

(This Question Paper consists of 2 Printed Pages including front page)

*****DO NOT OPEN THE QUESTION PAPER UNTIL YOU ARE TOLD TO DO SO*****

This question paper consists of THREE (3) questions. Answer ALL QUESTIONS in the answer booklet provided. (100 MARKS)

QUESTION 1 (35 Marks)

BARAKAH SDN BHD is a private company in the Frozen and Fast-Food industry that was established in 2000, it is a family business with a revenue of RM40 million in the year 2023. With its 20 years of existence in this industry, the successors decided to move the company from being a privately owned company, to being a Public listed company, so that they can publish its shares in Bursa Malaysia's Main board. In view of this case, answer the following:

- a) Explain the reasons that made BARAKAH SDN BHD choose to list on the Bursa Malaysia stock exchange. (10 marks)
- b) Elaborate the listing requirements by Bursa Malaysia. (10 marks)
- c) Explain to BARAKAH SDN BHD the advantages and disadvantages of listing on Bursa Malaysia. (15 marks)

QUESTION 2 (35 Marks)

Sukuk can be defined as transferable certificates representing a share, either in the business Undertaking or ownership of assets. This entitles the sukuk-holders to obtain periodically fixed returns. Hence, upon maturity of the sukuk, the sukuk-holders have full redemption. In view of this, there are two structures of Sukuk that are becoming more popular in the Islamic capital market, namely asset-backed Sukuk and asset-based Sukuk. Elaborate the structures of asset-backed Sukuk and asset-based Sukuk and highlight their main differences.

QUESTION 3 (30 Marks)

Derivatives are financial instruments of which the value changes, in response to the changes in the underlying variables. Derivatives are used mainly to hedge future risks. Describe the usage of Forward and Future Contracts.

***** END OF QUESTION PAPER *****