



Academy for International Modern Studies, UK

Islamic Finance Training & Research Division

PROFESSIONAL EVALUATION

Certified Islamic Finance Expert (CIFE) *program*

Name of Participant:	Muzammil Shaikh
Registration Code:	CIFE-071-006
Date:	April 14, 2006
Total Questions:	150 (all questions carry equal marks)
Maximum Marks:	150
Maximum Time:	2 hours & 30 minutes
Pass Percentage:	65%

Notes:

- All carry equal marks
- Mark the correct choice
- Open Notes/Book

Sample Examination



Answer all 150 questions:

1. If the asset or the usufructs of the asset is _____ by the institution, which should be in principle, the case, on Ijarah Contract may be executed by the parties.
 - a. Owed
 - b. Not owed
 - c. Acquired on Lease

2. If the Lessee is also the co-owner of the Leased Assets then the Bank as also the co-owner of the asset can not receive rent of the asset beyond the _____.
 - a. Agreed rent
 - b. Proportionate ratios of its investment
 - c. Floor rate of lease rent.

3. Generally the lease contract is a _____ contract, which neither party may terminate or alter without the consent of the other.
 - a. Unilateral
 - b. Bilateral
 - c. Binding

4. If the Lessor fails to deliver the asset to the Lessee on the date specified in the Ijarah contract, _____ rentals should be charged by the Lessee for the period the asset was not in possession of the Lessee.
 - a. No
 - b. All
 - c. Half

5. The Bank can receive _____ from the customer for Murabaha facility
 - a. Commitment fee.
 - b. Actual documentation charges
 - c. Non allocable expenses

Sample Examination



6. An asset may be acquired from a particular party and then leased to the same particular party, however, the ownership of this asset can not be transferred back by the Bank, unless a period of _____ has lapsed from the date the asset was acquired.
 - a. 24 months
 - b. 12 months
 - c. 36 months

7. In case Murabaha is arranged on syndication basis, the lead manager bank can receive _____.
 - a. Syndication fee
 - b. Excess profit for Murabaha
 - c. Arrangement fee

8. It is permissible for the bank to take a fee for a _____ if the same was requested by the client.
 - a. Insurance
 - b. Feasibility study
 - c. Commitment fee

9. It is not permitted to impose on customer who is the purchase orderer of Murabaha a guarantee for damage & destruction of the goods during a period of _____.
 - a. Supplier to client (as agent of the Bank)
 - b. Bank to client
 - c. Shipment or storage.

10. It is obligatory that the banks actual or constructive possession over the Murabaha goods is ascertained before _____.
 - a. The sale of Murabaha is cancelled
 - b. The Murabaha goods are rejected without having Khayar-e-Aaib (option of defects)
 - c. The goods are returned to the supplier for lesser quality without having option of defect.



11. It is permitted for the bank to receive from the customer who has made promise to purchase the Murabaha goods _____
 - a. Urboon
 - b. Hamish Jiddayha
 - c. Credit facility fee

12. The Bank is prohibited from selling any item in a Murabaha transactions before having _____ the item.
 - a. Promise to sale to the client
 - b. Acquired from a third party
 - c. Received the quotation of

13. Receiving _____ by the Bank may be treated as constructive possession over the goods under Murabaha transaction.
 - a. Performa invoice from the supplier
 - b. Commercial invoice from the supplier
 - c. Bill of Lading.

14. Providing insurance cover for the item sold by Murabaha is the responsibility of the _____ at the stage of its acquiring ownership for the sale of Murabaha goods.
 - a. Bank
 - b. Supplier
 - c. Client of the Bank.

15. For the validity if Ijarah Contract concerning a _____ asset, the lease contract should be prepared by acquisition of either the asset to be leased out or the usufructs of that asset.
 - a. Particular
 - b. Special
 - c. Fixed

Sample Examination