

# University of the Punjab, Lahore

Hailey College of Banking & Finance

## Course Outline

(Core Course / Auxiliary Course /Special Course)

Program	BBA	Course Instructor	
Years/Semester		Email	
Name of the Course	Islamic Banking & Takaful		
Course No.	BHBF424		
Credit Hours	3		
Prerequisites	N/A		
Follow Up	--		
Category	Core Course		
Course Description and Learning Objectives	The students will be able to understand the needs, procedures and working of Interest free banking system. They will also be able to comprehend the concepts and products of Islamic banking.		
<b>Syllabus Before Mid-Term Examinations</b>			
WEEK 01	An Overview of Islamic Shariah Concepts regarding Business Transactions.		
WEEK 02	Different Economic Systems and Factors of Production. Factors of Production in Islamic Economic System Characteristics of Islamic Economic System Main Differences among Different Economic Systems Comparison of Economic Systems on the Basis of Factor of Production		
WEEK 03	Need, Importance and Sources of Financing Overview of Financial Institutions Development of Islamic Banking in World and in Pakistan – Historical Review		
WEEK 04	Islamic Finance & Fiqh Al Muamalat Components of Shariah Sources of Shariah Shariah Compliance in Financial Activities Quiz 1		
WEEK 05	General Principles of Mu’amlat Elements Not Approved Under Islam		
WEEK 06	Prohibition of Riba Stages of Riba in Quran Forms of Riba Riba Al Quran Riba Al Hadith		

<b>WEEK 07</b>	Gharar Types of Gharar Maysir Quiz 2
<b>WEEK 08</b>	Sale / Trade in Islam Classification of Sale Types of Sale Bai Sahih, Bai Batil, Bai Fasid, Bai Makrooh, Contracts other than Sale Wakalah Zamanat Types of Aqd Conditions of Contracts
<b>Syllabus After Mid-Term Examinations</b>	
<b>WEEK 09</b>	Classifications of Islamic Commercial Contracts Common Shariah Contracts
<b>WEEK 10</b>	Musharakah The Basic Rules and Features Of Musharakah Diminishing Musharikhah Musharakah Mutanaqisah
<b>WEEK 11</b>	Mudarbah Types of Mudarbah Difference between Musharikhah & Mudarabah Banking Murabaha Scope of Murabaha Stages of Murabaha
<b>WEEK 12</b>	Ijara Basic Rules of Ijara Ijara and Conventional Lease Quiz 3
<b>WEEK 13</b>	Salam Purpose of Salam Benefit of Salam Conditions of Salam Difference between Salam & Murabaha Delivery of Salam Goods Agency Agreement Penalty for Late Delivery

<b>WEEK 14</b>		Istisna Conditions of Istisna Price of Istisna Revoking of Istisna Difference between Istisna' & Salam Difference between Istisna' & Ijarah Parallel Istisna and its Applications Conditions for Parallel Istisna Application of Different Contracts Islamic vs. Conventional Banking Assignment (Products/Services offered by Islamic Banks in Pakistan)			
<b>WEEK 15</b>		Takaful and Insurance How Takaful is Different from Insurance Nature of Contract Involvement of Riba & Gharar			
<b>WEEK 16</b>		Characteristics of Takaful The Modus Operandi of Takaful Condition of Waqf The Role of the Company in Takaful System Assignment Submission and Viva			
<b>Text Books</b>		An Introduction to Islamic Finance ( <a href="#">Muhammad Taqī 'Usmānī</a> )  Concepts of Islamic Banking & Finance in the Light of Quran & Sunnah ( <a href="#">Mufti Fahad Ahmed Qureshi</a> )  Modern Islamic Banking: Products and Processes in Practice ( <a href="#">Natalie Schoon</a> )  Introduction to Islamic Banking and Finance ( <a href="#">Brian Kettell</a> )  Islamic Banking Bulletin, Research Papers on Islamic Banking, IBP Journal.			
<b>Reference Material</b>		Provided by instructor			
<b>Instructional Aids/Resources</b>		<ul style="list-style-type: none"> <li>• Smart Projector</li> <li>• Video Lectures</li> <li>• Online Case Study Database Access (Harvard)</li> <li>• Turnitin</li> </ul>			
<b>Teaching strategies</b>		Participatory lectures, assignments, workshop sessions, presentations, term papers			
<b>Assessment</b>	<b>Marks in %</b>	<b>Sessional</b>	<b>Mid</b>	<b>Final</b>	<b>Total 100%</b>
	<b>Criteria</b>	25	35	40	100

<b>Governing Rules</b>	<ul style="list-style-type: none"> <li>• There will be a closed-book mid-term exam (minimum duration 1 hour) and final-term exam (minimum duration 1.5 hours) in which material from lectures, assigned readings/handouts, and the textbook will be covered. The exams will test your understanding of the course material and your ability to apply the concepts learned.</li> <li>• Prior Preparation, Regular Attendance, and Professional Participation in all classes is expected and rewarded. Come to the Class prepared to lead the class discussion for analytical interpretations, alternative strategies, and persuasive solutions.</li> </ul>
<b>Attendance Requirements</b>	<ul style="list-style-type: none"> <li>• Students failing to maintain a minimum attendance of 75% will not be allowed to sit in Exams</li> </ul> <p>It is strongly recommended that students attend every class session.</p>
<b>Classroom Behavior</b>	<p>In class all cell phones must be turned off or set on "silent mode." During lectures use of mobile phone or other gadgets without the permission of instructor is not allowed</p>
<b>Honesty Policy</b>	<p>A Participant found in cheating on any exam/ assignment/ project will receive no credit (i.e. no grade) for that exam/ assignment/ project</p>