

**POLITEKNIK**  
Jabatan Pengajian Politeknik

EXAMINATION AND EVALUATION DIVISION  
DEPARTMENT OF POLYTECHNIC EDUCATION  
(MINISTRY OF HIGHER EDUCATION)

COMMERCE DEPARTMENT

FINAL EXAMINATION  
JUNE 2012 SESSION

**P5420: ISLAMIC INVESTMENT**

**DATE: 24 NOVEMBER 2012(SATURDAY)**  
**DURATION: 2 HOURS (8.30 AM - 10.30 AM)**

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This paper consists of **FIVE (5)** pages including the front page.  
Essay (4 questions – answer all)

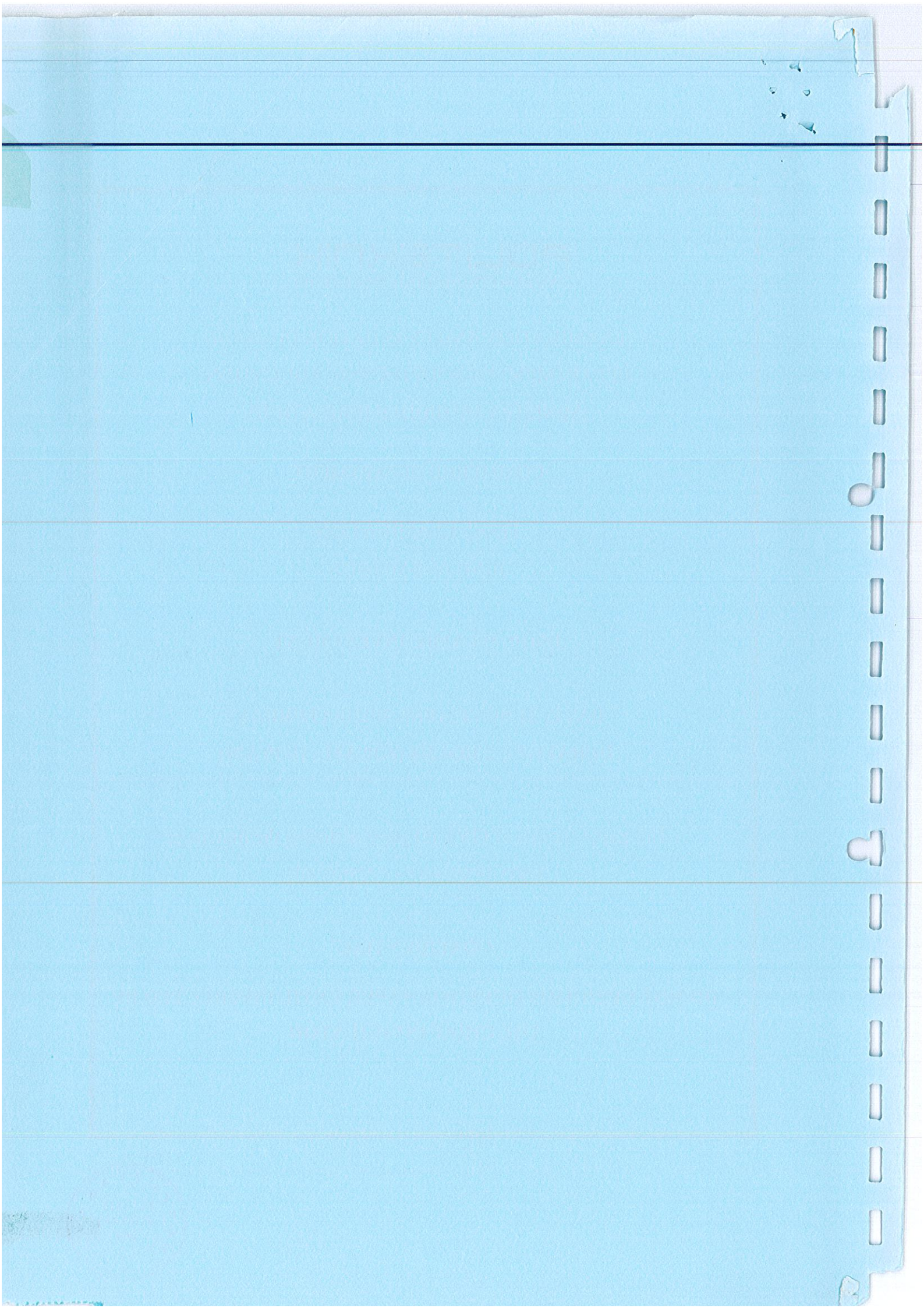
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**DO NOT OPEN THIS QUESTION PAPER UNTIL INSTRUCTED BY  
THE CHIEF INVIGILATOR**









**ESSAY QUESTIONS****(100 Marks)****INSTRUCTION:**

This section consists of **FOUR (4)** essay questions. Answer all the questions.

**QUESTION 1**

a) Give **THREE (3)** advantages of technical analysis

(9 marks)

b) Differentiate Islamic Equity Products and Conventional Equity Products.

(6 marks)

c)

Year	Beginning value	Ending Value	HPR	HPY
1	100	115		
2	115	138		
3	138	110.4		

Based on the information above:

i. Complete the table

(3 marks)

- ii. Find arithmetic mean and geometric mean

(4 marks)

- iii. Give your opinion based on your finding in (ii)

(3 marks)

## QUESTION 2

- a) What would be the yield to maturity on bond with RM 1000 maturity value, 12% coupon and a market price of RM 920.00? The bond has 5 years remaining to maturity and the interest is paid annually.

(2 marks)

- b) Based on the above question, would you pay RM 920 for the bond if the required rate of return for securities in the same risk class was 10%

(7 marks)

- c) Explain the benefits of Asset Backed Securities.

(6 marks)

- d) Discuss the risk underlying sukuk structure.

(10 marks)