

IMU502
Application of Fiqh Muamalat

Topic 1: Bai' Murabahah

Practice Test Questions

1. What is the meaning of the word 'murabahah'?
2. What is the meaning of murabahah?
3. What is the definition of murabahah provided by some scholars?
4. How to distinguish murabahah from other type of sale?
5. What is the basis of murabahah from al-Qur'an and hadith?
6. What are the three elements of murabahah?
7. What are the conditions required to conclude a valid murabahah transaction?
8. What are the prohibited elements in murabahah?
9. What are the practical steps for murabahah financing as practiced in the Islamic bank?
10. Can we use promise as a tool to purchase in murabahah?
11. Can we use securities or collateral in murabahah financing?
12. Can murabahah be securitized?
13. Can interest rate be used as benchmark in determining murabahah profit?
14. Is it allowed for the bank to give rebate for early settlement for murabahah financing?
15. Is there any guarantee required in murabahah financing?
16. Is there any possibility to reschedule the payments of murabahah?
17. What is the area of application of murabahah in the current practice?

Dr. Najahudin Lateh
IMU502 Lecturer