

Name:*****	Group:***	Code:*****
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Correction of the 3rd semester exam

Exercise 01: Match the words in the box with the definition below. **08pts**

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|-----------------|----------------|
| 1 interest rate | 5 creditworthy |
| 2 solvency | 6 spread |
| 3 labour | 7 output |
| 4 floating rate | 8 invest |

Exercise 02: What are the differences between Islamic banks and conventional banks? **12pts**

Islamic banks	Conventional banks
<ul style="list-style-type: none">• Give no return on current accounts; share profits with holders of savings accounts and investment accounts• Share borrowers' profits (or losses)• Buy items for personal customers with a leasing or hire-purchase arrangement	<ul style="list-style-type: none">• Pay interest to depositors• Charge interest to borrowers• Lend money to finance personal consumption goods