

**Al-Saudia Virtual Academy**  
**Pakistan Online Tuition – Online Tutor Pakistan**

**M.A (PREVIOUS) EMAMINATION 2000**

**“ECONOMICS “. PAPER-V-E**  
**(ECONOMICS OF ISLAM)**

**Time allowed: Three Hours**

**Max. Marks: 100**

Instructions: 1) Attempt any FIVE questions. All questions carry equal marks.

2) Give references of Quranic Verses and Hadith where necessary.

1. Discuss the nature of Islamic Economic System. How does it differ from other economic systems?.
2. What is the role of production in Islam? Also discuss the role of Capital in Islam.
3. Discuss the concept of austerity with reference to consumer behavior. Also derive the consumption function.
4. Discuss the differences between Traditional Economic System and Islamic Economic System and Islamic Economic System regarding the Micro economic approach.
5. What is the meaning of economic Stability in Islam? How an Islamic Economic system will achieve the Economic Stability?
6. What is the difference between Interest and Usury? Also discuss the Economic Impact if interest.
- 7-a) Why Service Charges, as alternative of interest is neither the line spirit of Islam nor just from Economic view point?  
b) Discuss the Controversy between Muslim Economists about indexation as alternative of interest.
8. Discuss the role of Zakat on Consumption, Distribution and Investment.
9. What is the role of money in Islam? Discuss with reference to Hadith.
10. Discuss the instruments of monetary policy in Islam. How it differs from the tools of traditional monetary policy?