

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

M.A (PREVIOUS) EXTERNAL ANNUAL EXAMINATION – 2004
“ECONOMICS” PAPER – “V- E”.
(ECONOMICS OF ISLAM).

Time allowed: Three Hours

Max.Marks:100

Instructions: 1) Attempt any FIVE questions.

2) All question carry equal marks.

1. Describe the sources of Islamic Economics. Explain in what respects Islamic Economics is distinct from western and socialist economics.
2. Write a comprehensive review on the economic thoughts of Shah Waliullah! With special reference to wants, means of production and ownership.
3. In what respect Islamic Rationalism is different from Economic Rationalism of West. How a consumer under the influence of Islamic rationalism can attain equilibrium. Explain with the help of a diagram.
 1. Explain the concept of ownership in Islam. How this concept is different from, Socialism.
 2. Describe the behavior of a business firm under the influence of Islamic Teachings. Compare the motives of an Islamic firm with that of a western firm.
 3. Elucidate the economic functions of an Islamic State. Can these functions help form a modern welfare state? Present arguments in support of your answer.
 4. Why interest is prohibited in Islam and why Islam permits income from assets but prohibits interest. Give arguments for this paradox.
 5. Describe the objectives of Fiscal Policy in Islam. What instruments and methods can be used to achieve these objectives in an Islamic State?
6. Write notes on any TWO of the following:
 - (i) Price control in Islam. (principle of Taseer)
 - (ii) Objectives of Monetary Policy in Islam.
 - (iii) Interest Free Banking Model.