

COMPARATIVE ANALYSIS OF PERFORMANCE OF ISLAMIC AND CONVENTIONAL BANKS OF PAKISTAN

By

**WARDAH NASIR MIRZA
25700**

A thesis presented to the Department of Management Sciences, Bahria University Karachi Campus, in partial fulfillment of the requirements of the MBA degree



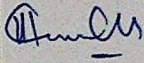
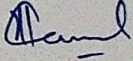
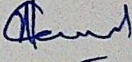
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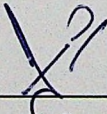
Supervisor-Student Meeting Record

No.	Date	Place of Meeting	Topic Discussed	Signature of Student
5	March 03, 2015	Faculty Cubicle	Data Collection and SPSS Tools	
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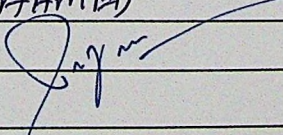
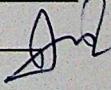
APPROVAL FOR EXAMINATION

Candidate's Name: WARDAH NASIR MIRZA Registration No. 25700
Thesis Title: COMPARATIVE ANALYSIS OF PERFORMANCE OF ISLAMIC & CONVENTIONAL BANKS OF PAKISTAN.

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Name: DR. HAFIZ AHMED

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Abstract

Purpose:

The research is aimed at providing with a deep insight to compare the performances of both types of Banking Systems, so that the gathered information may be used by the students and investors who don't have any insight about the banking systems.

Methodology:

Data integrated with this research is Secondary Data. In the context of this topic, literature review proved to be of great help. The required data for the calculation of ratios is available on the website of State Bank of Pakistan and National Bureau of Statistics.

Depending upon this report, sample of five banks has been chosen for the analysis of performance of conventional banks in comparison to Islamic banks which are already five in number. The selection of the banks is categorized on the basis of total assets possessed by the conventional banks in comparison to those of Islamic Banks. The chosen banks are of equal size, but differ in performances.

Findings:

At 5% significant level, we concluded that there is no significant difference between Capital Adequacy Ratio of Conventional and Islamic banks

The profit after tax of Islamic banks is higher than those of Conventional Banks.

ROA of conventional banks is higher than Islamic banks.

Islamic banks have greater return on equity.

Deposits of Islamic Banks are not greater than Conventional banks.

The investments of Islamic banks are not higher than that of conventional Banks

Keywords: Performance, comparison, Islamic, Conventional, banks, Pakistan

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