NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91 Cadastral Zone Nnamdi Azikiwe Express Way, Jabi, Abuja
FACULTY OF MANAGEMENT SCIENCES
DEPARTMENT OF FINANCIAL STUDIES
2024_2 EXAMINATION

COURSE CODE: BFN 306 **CREDIT UNIT: 3**
COURSE TITLE: COMPARATIVE BANKING
TIME ALLOWED: 2 ½ HOURS
Instructions: 1. Attempt question number one (1) and any other three (3).

2. Question number 1 is compulsory and carries 25 marks while the other 3 questions carry 15 marks each. Present all your points in coherent and orderly manner.

Q1.

a. Advance five of the reasons for capital market in Nigeria ***(7½marks)***

b. Highlight five of the problems of Nigerian capital market ***(7½marks)***

c. State forms of transactions/dealings in the NSE/NEG ***(4marks)***

d. Explain three major instruments of capital market in Nigeria ***(6marks)***

Q2.

a. What is a money market? What are the five reasons for its establishment? ***(9marks)***

b. Identify the condition for efficient operation of money market ***(6marks)***

Q3.

a. List and explain six different classes of credits ***(9marks)***

b. List and explain factors three affecting the volume of credit in an economy ***(6marks)***

Q4.

a. State seven of the benefits of opening a bank account? ***(7marks)***

b. Enumerate four of the features of savings account? ***(8marks)***

Q5.

a. What is a merchant bank? State and discuss six of the functions ***(11marks)***

b. State four of the several key ways in which financial systems contribute to economic growth ***(4marks)***