



NATIONAL OPEN UNIVERSITY OF NIGERIA
PLOT 91, CADASTRAL ZONE, NNAMDI AZIKIWE EXPRESSWAY, JABI, ABUJA
FACULTY OF MANAGEMENT SCIENCES
2021_1 EXAMINATION

COURSE CODE: BFN 401 **CREDIT UNIT: 3**
COURSE TITLE: INTERNATIONAL FINANCE
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. All points should be presented in coherent and orderly manner.**
-

QN.1. (A) In an orderly manner, analyse the term International Finance. **5 Marks**

(B) Identify and evaluate the four components of balance-of-payment Accounts. **20 Marks**

QN 2. Explain the three types of foreign exchange exposure (risk) faced by individuals and firms engaged in foreign operations. **15 Marks**

QN 3. (A) Outline two basic concepts of International Trade. **2 ½ Marks**

(B) Enumerate five reasons why countries participate in international trade. **12 ½ Marks**

QN 4. (A) Evaluate three (3) functions of the World Trade organisation (WTO). **6 Marks**

(B) **Clarify** six benefits and usefulness of WTO. **9 Marks**

QN 5. (A) Discuss the concept of Global Economy. **5 Marks**

(B) Identify and explain five characteristics of Global Economy. **10 Marks**