



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**FACULTY OF LAW, DEPARTMENT OF COMMERCIAL LAW**  
**Plot 91, Cadastral Zone, Nnamdi Azikiwe Express Way, Jabi – Abuja**

**JUNE 2021\_1 EXAMINATION<sup>1234</sup>**

**COURSE CODE:** CLL305

**COURSE TITLE:** BANKING LAWS AND REGULATIONS

**CREDIT UNITS:** 3

- INSTRUCTIONS:**
- (a) Indicate your Matriculation Number clearly
  - (b) Attempt Question one (1) and any other three (3) questions
  - (c) Question one (1) is compulsory and carries 25 marks; while the other questions carry 15 marks each.
  - (d) Using appropriate statutory and judicial authorities, present all your points in a straightforward, coherent and orderly manner.

**TIME ALLOWED:** 2.5 Hours

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## **QUESTION 1**

Mr. Samuel Aruwa is a 400-level student of Banking and Finance in the Faculty of Management Sciences, University of Benin. Samuel is writing his final year project on the topic “The Role of Central Bank of Nigeria in the Regulation of Financial Institutions in Nigeria”. Therefore, he dedicated a whole chapter in the said project to the functions of the Central Bank of Nigeria. Mr. Samuel has decided to approach you for guidance on the true functions of the Central Bank of Nigeria, please guide him. **25marks**

## **QUESTION 2**

Discuss the nature of bank regulation. **(15marks)**

## **QUESTION 3**

Clearly explain the basic objectives of bank regulation. **(15marks)**

## **QUESTION 4**

What is the legal framework for regulation of the banking industry? **(15marks)**

### **QUESTION 5**

List and discuss the types of banks and their role in the economy? **(15marks)**

### **QUESTION 6**

Write short note on the following:

- a. Social Demand on Financial Institutions. (5marks)**
- b. Capacity Building. (5marks)**
- c. Adequate Capitalization. (5marks)**