



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**PLOT 91, CADASTRAL ZONE, NNAMDI AZIKIWE EXPRESSWAY, JABI, ABUJA**  
**FACULTY OF MANAGEMENT SCIENCES**  
**2022\_2 EXAMINATION**

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**COURSE CODE: BFN 310** **CREDIT UNIT: 2**  
**COURSE TITLE: MICRO CREDIT POLICY & INSTITUTIONS**  
**TIME ALLOWED: 2 Hours**  
**INSTRUCTIONS: 1. Attempt question Number one (1) and any other two (2).**  
**2. Question number 1 is compulsory and carries 30 marks, while the other questions carry 20 marks each.**  
**3. Present all your points in coherent and orderly manner.**

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1. (a) Discuss any 5 sources of finance of sole proprietors. 20 marks

B Explain the term 'Partnership' stating the advantages and disadvantages. 10 marks  
(30Marks)

2 a. Explain the features of a Policy. 6 Marks

b. Highlight any 7 Pre-requisites for Participation in Fadama Programmes. 14Marks.

3 . Write short note on the following

- à. Small Scale Industries Credit Scheme (SSICS)
- b. Small and Medium Enterprises Loan Scheme (SMELS)
- ç. Employment Creation Loan Schemes
- d. Agricultural Sector Employment Programme

(5 marks each ). 20 marks

4 a. State 3 merits and 3 demerits of the following;

- i. Owner's Equity 6 marks
- ii. Hire Purchase. 6 marks

b. Explain the concept of Cash Operating Cycle. 8 marks

5 a. Explain the characteristics of Cooperative banks in Nigeria? 10 Marks

b. Briefly explain the history of Cooperative Association in Nigeria. 10 Marks