



**THE NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF SOCIAL SCIENCES
DEPARTMENT OF ECONOMICS
COURSE TITLE: FINANCIAL INSTITUTIONS
2023_1 POP EXAMINATION.**

COURSE CODE: ECO 346

UNITS: 2

TIME ALLOWED: 2 HOURS

INSTRUCTIONS: ANSWER ANY THREE QUESTIONS. EACH QUESTION CARRY EQUAL MARKS

QUESTION ONE

- 1a. List the eleven (11) functions of the money market in Nigeria? (14.3 Marks).
- 1b. Miss Grace Abel, an aspiring Biochemist wants to open a bank account with the First Bank of Nigeria Plc. Give her an advice on the seven (7) steps to take. (9 marks)

QUESTION TWO

- 2a. Identify the ten (10) functions of insurance companies? (13.7 Marks).
- 2b. Enumerate the seven (7) functions of the Central Bank of Nigeria (CBN) (9.63 Marks)

QUESTION THREE

- 3a. The International Monetary Fund (IMF) is a major source of financial and technical support for developing countries like Nigeria. However, IMF’s lending conditionality is associated with structural adjustment program (SAP). What are the ten (10) conditions for SAP? (10 Marks).
- 3b. List twelve (12) functions of an active capital market? (13.3 Marks)

QUESTION FOUR

4a. The Balance Sheet of WEMA Bank Nig. PLC was incorrectly prepared by a student on industrial attachment as follows:

Liabilities	Assets
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i. Share Capital.	i. Money at short notice
ii. Cash in Hand	ii. Saving Deposits
iii. Reserve Funds	iii. Bills and securities discounted
iv. Cash with the Central Bank (RBI)	iv. Current Deposits
v. Cash with the other banks	v. Investment of bank
vi. Fixed Deposits	vi. Loans and Advances given
	vii. Borrowings

You are required to correct the balance sheet accordingly. (6 Marks)

4b. List the services merchant banks provide in relation to public issue of securities. (5 Marks).

4c. Define International financial institutions (IFIs). (3 Marks).

4d. The World Bank Group consists of five (5) organizations. List them. (9.3 Marks)