



NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91 Cadastral Zone NnamdiAzikiwe Express Way, Jabi-Abuja
FACULTY OF MANAGEMENT SCIENCES
DEPARTMENT OF FINANCIAL STUDIES
2024 1 EXAMINATION

Course Code: BFN 852
Course Title: PUBLIC FINANCIAL MANAGEMENT
Time Allowed: 2 ½ HOURS
Instructions:

Credit Unit: 3

1. Attempt Question 1 and any other three (3) Questions.
2. Question 1 is compulsory and carries **25 marks** while the other 3 Questions carry **15 marks** each.
3. Present all your points in a coherent and orderly manner.

QUESTION ONE

- | | | |
|-----|---|--------------------------|
| (a) | Debt management has five basic functions. Appreciate these five functions | 10marks |
| (b) | State the advantages of budgetary control system | 10marks |
| (c) | State the functions of the Fiscal Responsibility Commission (FRC) | 5marks |
| | | (Total= 25 marks) |

QUESTION TWO

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|-----|---|--------------------------|
| (a) | Discuss the role played by the government in the national economy | 8marks |
| (b) | What is the conditionality of the IMF? | 4marks |
| (c) | Explain structural adjustment facility (SAF) | 3marks |
| | | (Total= 15 marks) |

QUESTION THREE

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|-----|--|--------------------------|
| (a) | What are the features of the international development association (IDA) | 7marks |
| (b) | State the features of international financial corporation (IFC) | 7marks |
| (c) | Explain Debt re-scheduling | 1mark |
| | | (Total= 15 marks) |

QUESTION FOUR

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|-----|---|----------------|
| (a) | The federal government employs several strategies/ policy objectives to manage or contain its external debt. What are these strategies or policy objectives ? | 5marks |
| (b) | Budgetary control system has several limitations. Carefully identify and appreciate these limitations | 10marks |

QUESTION FIVE

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|-----|---|---------------|
| (a) | List five (5) sources of Local Government revenue in Nigeria | 5marks |
| (b) | Fiscal Responsibility Commission (FRC) exercises several powers. State any five (5) of these powers | 5marks |
| (c) | Elucidate on the following: | |