



NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91, Cadastral Zone, Nnamdi Azikiwe Express Way, Jabi-Abuja
Faculty of Management Sciences, Department of Financial Studies
2024_2 EXAMINATION

Course Code: BFN779

Credit Unit: 2.

Course Title: PUBLIC FINANCIAL MANAGEMENT

Time Allowed: 2 HOURS

Instructions:

- 1. Attempt Question 1 and any other two (2) Questions.**
- 2. Question 1 is compulsory and carries 30 marks while the other 2 Questions carry 20 marks each.**
- 3. Present all your points in a coherent and orderly manner.**

1a. The Association of Chartered Certified Accountants (ACCA) identified some key objectives of effective public financial management. Discuss the four (4) objectives succinctly? **(10marks)**

1b. State four fundamental objectives of monetary policies in developing economies like Nigeria. **(10marks)**

1c. Discuss five merits of indirect tax system in a developing economy. **(10marks)**

TOTAL (30marks)

2a. Explain the concept of fiscal federalism in Nigerian economy. **(10marks)**

2b. The various principles recommended by the Commissions/Committees of revenue allocation in Nigeria led to the formulation of fourteen principles of revenue sharing. Clearly identify ten (10) of these principles. **(10marks)**

TOTAL (20marks)

3a. Government budgeting is fraught with some problems. Discuss five of these problems. **(15marks)**

3b. Enumerate five functions of budgetary Control **(5marks)**

TOTAL (20marks)

4. The debt burden is a major concern to Nigeria and Nigerians as the public debt figure has been growing in leaps and bounds. Discuss five (5) approaches to reduce the external debt in Nigeria **(20marks)**