



NATIONAL OPEN UNIVERSITY OF NIGERIA
PLOT 91, CADASTRAL ZONE, NNAMDI AZIKIWE EXPRESS WAY, JABI,
ABUJA
FACULTY OF MANAGEMENT SCIENCES
2025_1 EXAMINATION....

Programme: B.Sc

Course Title: Rural Finance

Course Code: CRD 303

Credit Unit: 2

Time Allowed: 3 Hours

Instruction: Answer three (3) questions only

Present all your points in coherent and orderly manner

(1a.) Explain five key lessons learned from the old rural finance paradigm? (11.6 mark)

(1b) Explain why meeting the financial needs of the rural population, particularly in terms of savings, important? (11.7 mark)

(2a) Briefly discuss five savings mobilization mechanisms used in rural areas? (11.6 marks)

(2b) Discuss the Internal Rate of Return (IRR), and how does it function as a discounted cash flow technique in evaluating investments? (11.7 marks)

(3a) Explain the concept of salvage value in the context of asset valuation, distinguishing between book salvage value and cash salvage value? (11.6 marks)

(3b) Discuss five unique characteristics of rural cooperative banks? (11.7 marks)

(4a) Examine five objectives of cooperative banks and their role in supporting cooperative societies? (11.6 marks)

(4b) Examine the four schemes of the National Poverty Eradication Programme (NAPEP) in Nigeria? (11.7 marks)