



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**PLOT 91, CADASTRAL ZONE, NNAMDI AZIKIWE EXPRESSWAY, JABI, ABUJA**  
**FACULTY OF MANAGEMENT SCIENCES**  
**2019\_2 EXAMINATION**

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**COURSE CODE: BFN 779** **CREDIT UNIT: 2**

**COURSE TITLE: PUBLIC FINANCIAL MANAGEMENT**

**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 five (5) factors that influence the behaviour of the participants in the budgetary process in Nigeria. **7½marks**  
(b) Briefly explain five (5) factors that influence capital budgeting decisions. **7½marks**  
(c) Enumerate four (4) merits of budgetary control. **6marks**  
(d) Discuss briefly four (4) elements of government project management in Nigeria. **9marks**
  
2. (a) Briefly explain five (5) of the functions of World Bank as specified in its establishment. **10marks**  
b. Enumerate six (6) reasons why government levies taxes. **6marks**  
c. Explain briefly four (4) principal objectives of monetary policies in Nigeria. **4marks**
  
3. (a) Describe the term Public Debt. **2½marks**  
(b) Discuss five (5) measures for effective management of public debt in Nigeria. **10marks**  
(c) Explain five (5) instruments for government intervention in an economy. **7½marks**
  
4. (a) Discuss five (5) challenges inherent in management of government projects. **10marks**  
(b) Explain briefly four (4) of the project planning techniques. **5marks**  
(c) Indicate five (5) benefits of Project Evaluation Review Technique (PERT). **5marks**
  
5. (a) Compare and contrast expansionary and contractionary monetary policies. **3marks**  
(b) Tax evasion and tax avoidance have undoubtedly adversely affected the government revenue generation capability and the economy as a whole. Describe five (5) effects of tax evasion and avoidance. **5marks**  
(c) Identify and briefly discuss eight (8) revenue allocation principles in Nigeria. **12marks**