



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

COURSE CODE: BFN852 **CREDIT UNIT: 3**

COURSE TITLE: PUBLIC FINANCIAL MANAGEMENT

TIME ALLOWED: 2½ Hours

INSTRUCTIONS:

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

1. (a) Describe in details the instruments or mechanisms for government intervention in the Nigerian economy. **(10Marks)**

(b) Clearly outline the principles of effective public financial management system. **(5 Marks)**

(c) Government accounting is prepared on a unique basis. Enumerate and explain the basis of preparing government accounting in Nigeria. **(10 Marks)**

2. (a) Describe the term “Monetary Policy”, its objectives and its impact in an economy. **(9 Marks)**

(b) Identify and briefly explain the direct and indirect taxes in the Nigerian milieu. **(6Marks)**

3. Identify **seven** (7) items each under Exclusive Legislative List and Concurrent Legislative List **(15Marks)**

4. Write short notes on the following:
 - i VAT administration **(5 Marks)**
 - ii VATable person **(5 Marks)**
 - iii Goods exempted from VAT **(5 Marks)**

5 (a) Tax collection is the life-wire of every government world over; explain tax and identify reasons why tax is being levied on the individuals and corporate bodies in Nigeria.

(10 Marks)

(b) Discuss tax evasion and tax avoidance highlighting their differences. **(5 Marks)**

6. The concept of budgetary control encompasses efficient utilisation of budgetary resources/cost control. Give detail explanation on the meaning and the objectives of the concept of budgetary control in Nigeria. **(15Marks)**