



NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91, Cadastral Zone, Nnamdi Azikiwe Express Way, Jabi-Abuja
Faculty of Management Sciences, Department of Financial Studies
2021_2 EXAMINATION

Course Code: BFN748

Credit Unit: 2.

Course Title: FINANCIAL INSTITUTIONS AND MARKETS

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.**

QN 1a. The financial intermediation roles of the financial system manifests in significant contributions economic growth. Discuss any five (5) of these contributions to the economy. **20 marks**

1b. Identify any five (5) roles of an efficient financial system. **10 marks**

2a. On the basis of Securities and Exchange Commission Decree, 1999, clarify five (5) core roles of this commission. **10 marks**

2b. Expound four (4) functions of Nigerian Deposit Insurance Corporation (NDIC). **10 marks**

3a. What are the main rationales for Central Bank's Custodianship of Cash Reserves of other Banks? **12 marks**

3b. In addition to agency services, the modern banks provide many general utility services for the community. Clarify any four (4) of such services. **8 marks.**

4a. Explain the evolution and growth of insurance in Nigeria. **10 marks**

4b. Discuss the rationale for contributory pension reform in Nigeria. **10 marks**