



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**PLOT 91, CADASTRAL ZONE, NNAMDI AZIKIWE EXPRESSWAY, JABI, ABUJA**  
**FACULTY OF MANAGEMENT SCIENCES**  
**2021\_2 EXAMINATION**

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**COURSE CODE: BFN 852** **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**

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- 1a. Differentiate clearly between public goods and national debts. **2marks**
- b. Discuss four (4) of the measures for effective public debt management in Nigeria. **8marks**
- c. State five (5) instruments for government intervention in an economy. **5marks**
- d. Discuss any five (5) of the causes of Nigerian debt burden and crises. **10marks**
- 2a. Mention eight (8) non-oil revenue in Nigeria. **8marks**
- b. State seven (7) goods and services exempted from Value Added Tax. **7marks**
- 3a. Indicate six (6) reasons for imposing taxes on Nigerians by the government. **6marks**
- b. Highlight four (4) objectives of monetary policies in Nigeria. **4marks**
- c. Briefly discuss five (5) factors that influence capital budgeting decisions. **5marks**
- 4a. State five (5) role of the World Bank. **7½marks**
- 4b. What are the five (5) sources of finance to African Development Bank. **7½marks**
- 5a. What is government budget? What does it intend to achieve? **5marks**
- b. Indicate five (5) limitations of budgetary control. **5marks**
- c. State five (5) importance of budgetary control. **5marks**
- 6a. Discuss five (5) principles for effective public financial management. **7½marks**
- 6b. Identify and discuss five (5) role of fiscal policy in Nigeria. **7½marks**