



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**Plot 91, Cadastral Zone, Nnamdi Azikiwe Express Way, Jabi-Abuja**  
**Faculty of Management Sciences, Department of Financial Studies**  
**2023\_2 EXAMINATIONS**

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**Course Code: BFN411**

**Credit Unit: 3.**

**Course Title: PUBLIC FINANCIAL MANAGEMENT**

**Time Allowed: 2 and Half HOURS**

**Instructions:**

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

**Question ONE**

- a. Elaborate on the definition of public financial management as given by Ola and Offiong (2008) to be “the measures put in place to control people’s money or funds.”
- b. State and discuss four each of the aims of government and key responsibilities financial management and control. **(25marks)**

**Question TWO**

- a. Government is concerned with the welfare of its citizenry, as such it invests on projects that are relatively low in profitability but beneficial to its citizens. State the instruments used for such government intervention in the economy.
- b. The government and Central Bank formulated the monetary policy for the discretionary control of money supply in order to stabilise the quantity of money in circulation and achieve desired economic goals. In line with this define a monetary policy. **(15marks)**

**Question THREE**

- a. Fiscal policy is the use of government spending and taxation policies to influence the level of economic activity, inflation and economic growth. Expatiate on this by citing the definition given by Shafritz & Russell 2005.
- b. The objective of fiscal policy has influenced government’s economic policy design and development efforts in Nigeria since independence. Nigerian governments had designed and implemented four development plans between 1960 and 1985 in the form of different approach, depending on leadership. Enumerate these development plans **(15marks)**.

**Question FOUR**

The IMF is one of the multi-lateral institutions; an affiliate of the World Bank, involved in the act of providing loans for needy nations for various objectives, state them. **(15 marks)**

**Question FIVE**

Mention 3 instruments of fiscal policy **(15marks)**