



**NATIONAL OPEN UNIVERSITY OF NIGERIA**  
**91, Cadastral Zone, Nnamdi Azikiwe Express Way, Jabi-Abuja**  
**FACULTY OF MANAGEMENT SCIENCES**  
**DEPARTMENT OF FINANCIAL STUDIES**  
**2020\_1 EXAMINATION**

**Course Code: BFN740** **Credit Unit: 2**  
**Course Title: REGULATION OF FINANCIAL INSTITUTIONS**  
**Time Allowed: 2Hours**

**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 coherent and orderly manner**

**QUESTION 1**

State and explain any ten emerging issues and challenges of the Nigerian financial system. **(30marks)**

**QUESTION 2**

Strong and ethical corporate governance and regulations are of absolute necessity for the development of a resilient and vibrant capital market. Highlight the regulations that are necessary for the creation of competitive and efficient enterprises. **(20marks)**

**QUESTION 3**

Clearly outline and explain any five of the functions of the Central Bank of Nigeria. **(20marks)**

**QUESTION 4**

Section 2 of the NDIC Act 2006 stipulates the functions for the Corporation. Clearly outline the functions of NDIC in the Banking Sector. **(20marks)**

**QUESTION 5**

Clearly narrate how Securities and Exchange Commission protects the investing public. **(20marks)**