



**NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF SOCIAL SCIENCES
DEPARTMENT OF ECONOMICS
2020_1 EXAMINATIONS**

COURSE TITLE: FINANCIAL INSTITUTIONS

COURSE CODE: ECO 346

UNITS: 2

TIME ALLOWED: 2HOURS

INSTRUCTION: ANSWER ANY THREE QUESTIONS. ALL QUESTIONS CARRY EQUAL MARKS. ONE MARK FOR CLARITY

QUESTION ONE

Discuss the peculiar features of Nigeria financial market **(23 Marks)**

QUESTION TWO

Explain the necessity behind the formation of the capital market in Nigeria **(23 marks)**

QUESTION THREE

Differentiate between Bankers Acceptance (BA) and commercial papers (CP) **(23 Marks)**

QUESTION FOUR

Identify and explain the purpose for establishing the International Monetary Fund (IMF) **(23 Marks)**

QUESTION FIVE

What is a Merchant bank? **(8 marks)**

Discuss the necessity of merchant bank in the economic development of any economy. **(15 Marks)**