

OLABISI ONABANJO UNIVERSITY, AGO- IWOYE

FACULTY OF SOCIAL SCEIENCES DEPARTMENT OF ECONOMICS 2017/2018 Rain Semester Examination

Course Code:

ECO404

Course Title:

Project Analysis II

TIME ALLOWED: 2 HOURS

INSTRUCTIONS:

ATTEMPT ALL QUESTIONS IN SECTION A AND ANY OTHER 2 FROM Charp 28 and to remery my whoping Types.

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SECTION B

Using your assigned project, enumerate briefly the following:-

Factors identified by the promoter as the motivating factor for its establishment.

ii. The technical and financial analysis of the project

iii. The capital/operating equipments and organisational analysis

Degree of competition faced by the project and other factors affecting the market share iv.

The major risks and uncertainties identified in the project

vi. Externalities arising from the project and their desirability or mitigation

Findings from the analytical techniques confirming the desirability of the project, leading to advice to 1 Vii. promoter for better performance.

Distinguish between the following concepts, using relevant examples:-

- Commercial and social analysis
- ii. Feasibility report and business plan
- Traditional appraisal method and Modern appraisal techniques iii.
- Pre-feasibility and appraisal report

Question 3

The project appraisal or evaluation study is a crucial step in the business assessment process. Do you agree?. What roles does it play in assessing private and public sector projects?

Question 4

Discuss briefly the use of five analytical techniques in project or investment appraisal and stating their advantages and disadvantages. Levil