



NATIONAL OPEN UNIVERSITY OF NIGERIA
14/16 AHMADU BELOW WAY, VICTORIA ISLAND, LAGOS
SCHOOL OF MANAGEMENT SCIENCES

COURSE CODE: BHM779 CREDIT UNIT: 2

COURSE TITLE: PUBLIC FINANCIAL MANAGEMENT

TIME ALLOWED: 2 hrs

Instructions: 1. Attempt question Number one (1) and any other two (2).
2. Question number 1 is compulsory and carries 30 marks, while the other questions carry equal marks each

Present all points in a coherent and orderly manner

QUESTION 1

- 1a) Discuss in details what you understand by Public Financial Management.
- 1b) What is 'Modern governments' intervention explain the instruments used by the government.
- 1c) Define monetary policy and the primary objectives of monetary policy in Nigeria in recent years.

QUESTION 2

- 2a) What is Fiscal Policy?
- 2b) Discuss fiscal system in Nigeria and the major instruments of fiscal policy

QUESTION 3

- 3a) Define Taxation.
- 3b) List and discuss the types of taxes
- 3c) What are the effects of Tax on Economic amenities- Purpose of Taxation?

QUESTION 4

- 4a) Differentiate between tax avoidance and evasion
- 4b) Define government accounting
- 4c) Define a budget what are the basic dimensions of a public budget?

QUESTION 5

- 5a) What are the Objectives of Budgeting (0.5 marks each)
- 5b) What steps were taken by the Nigerian government to reduce the burden of external debt?