



NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91, Cadastral Zone, Nnamdi Azikiwe Express Way, Jabi - Abuja

FACULTY OF MANAGEMENT SCIENCES
DEPARTMENT OF ADMINISTRATION

OCTOBER/NOVEMBER EXAMINATION 2016

COURSE CODE: PAD823
COURSE TITLE: PROJECT MANAGEMENT
CREDIT UNIT: 3
INSTRUCTIONS: 1. Attempt question number one (1) and any other (3) questions.
2. Question number 1 carries 25 marks, while the other questions carry 15 marks each.
3. Present all your points in coherent and orderly manner.
TIME ALLOWED: 2½ Hours

1. a. A barbing salon costs N32,400 to establish and is expected to generate cash inflows of N16,000, N14,000 and N12,000 over its life of 3 years. Calculate the internal rate of return and advise on whether the project should be accepted if the cost of capital is 12%. **(15marks)**
b. There is need for communication within a project team. Discuss? **(10marks)**
2. Discuss the following terms;
 - Bank Loans **(3marks)**
 - Bank Overdraft **(3marks)**
 - Lease Finance **(3marks)**
 - Contracts **(3marks)**
 - Offer and Acceptances **(3marks)**
3. a. How does a project plan differ from a project schedule? **(8marks)**
b. Explain the competing factors in project resources scheduling. **(7marks)**
4. a. Explain the purchasing cycle **(5marks)**
b. Discuss the stages in the implementation of the project **(10marks)**
5. a. Distinguished between free planning approach and target-led approach in relation to project time frame. **(6marks)**
b. Discuss the objectives of executing a project. **(9marks)**
6. Discuss the effects of poor interpersonal relation within the team. **(15marks)**