



**NATIONAL OPEN UNIVERSITY OF NIGERIA  
14-16 AHMADU BELLO WAY, VICTORIA ISLAND LAGOS  
MARCH/APRIL 2016 EXAMINATION  
SCHOOL OF MANAGEMENT SCIENCES**

**COURSE CODE: BFN 405**

**CREDIT UNIT: 2**

**COURSE TITLE: BANK LENDING AND ADMINISTRATION**

**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 excluding question number one.**

**3. Present all your points in coherent and orderly Manner**

Question 1a. Differentiate Mention and discuss the advantages and disadvantages of simple agreement in retention of title to assets?

Question 1b. Mention and discuss the events involved in lending procedure.

Question 2a. Enumerate the areas of operations on which bank are formulated.

Question 2b. Mention and discuss the various modalities that can be used for loan monitoring and Supervision.

Question 3. Mention and explain the main types of loans and credits in which the banks invest their funds.

Question 4. What are the issues to be considered in technique used for assessing the creditworthiness of the customers.

Question 5a. Identify and explain the various marketable securities available for investment by the banks.

Question 5b. Explain the term loans being granted to firms by the banks.