



NATIONAL OPEN UNIVERSITY OF NIGERIA
14-16 AHMADU BELLO WAY, VICTORIA ISLAND LAGOS
SCHOOL OF MANAGEMENT SCIENCES
MARCH/APRIL 2015 EXAMINATION

COURSE CODE: ENT332 **CREDIT UNIT:** 2
COURSE TITLE: INVESTMENT MANAGEMENT ANALYSIS II
TIME ALLOWED: 2 HRS
INSTRUCTIONS: 1. Attempt question number one (1) and any other two (2) questions.
2. Question number 1 is compulsory and carries 30 marks, while the other two questions carry 20 marks each.
3. Present all your points in coherent and orderly manner.

QUESTION 1:

- a) List six users of financial statements and discuss the purpose for which each statement is required.
- b) What are the assumptions of Capital Asset Pricing Model (CAPM)?
- c) What are Treasury notes and Bonds?

QUESTION 2:

- a) What are corporate bonds?
- b) What are the factors that affect the price of a company's ordinary share (common stock)?

QUESTION 3:

- a) Discuss the three sources of common stock value?
- b) Discuss four types of instruments traded in the money market?

QUESTION 4:

- a) Explain five (5) types of risks inherent in Bank investments?
- b) What is Portfolio management and what are the objectives?

QUESTION 5:

- a) Briefly explain five (5) items that should be included in Short-Term Financial Plan of a company?
- b) What are the roles of investment bankers in primary (new) issues in the market?