



**NATIONAL OPEN UNIVERSITY OF NIGERIA
14-16 AHMADU BELLO WAY, VICTORIA ISLAND, LAGOS
SCHOOL OF MANAGEMENT SCIENCES**

COURSE CODE: BHM805
COURSE TITLE: CORPORATE FINANCE
INSTRUCTION: QUESTIONS ONE IS COMPULSORY AND ANSWER ANY OTHER TWO (2) QUESTIONS BELOW.

1. (a) With example explain the tools of Corporate Finance.
(b) The manager can leave the firm, where by exposing these to risks, or the manager changed the risk, using a variety of financial instruments. Discuss these factors.
2. (a) Differentiate between Current asset and Current liabilities of a firm.
(b) Discuss the determinant or factors which determine the capital structure of a business enterprise.
3. (a) Managerial goals are different from those of shareholders. The goals that managers will maximize if they are left to pursue their own rather than shareholders' goal are: Discuss.
(b) Elaborate on the different types of key Risk components.
4. (a) There are assumptions that can be used to justifying the objective function of maximizing wealth. They can be classified into: Discuss.
(b) Financial market can be divided into two what are they? Explain.
5. (a) Discuss some of the limitations of Financial ratios.
(b) Explain the Rights of a Common Shareholder.