



NATIONAL OPEN UNIVERSITY OF NIGERIA
Plot 91, Cadastral Zone, Nnamdi Azikiwe Express Way, Jabi-Abuja
Faculty of Management Sciences, Department of Financial Studies
JULY 2017 EXAMINATIONS

COURSE CODE: BFN 304

CREDIT UNIT: 2

COURSE TITLE: FINANCIAL SYSTEMS

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 20 marks each

Present all points in a coherent and orderly manner

QUESTION 1

1a) Discuss the differences between Islamic and Conventional banks as discussed by Abdul Gafoor, 2007.

18 Marks

1b) Give 8 functions of a Financial System

8

Marks

1c) Briefly Explain the Financial System

4 Marks

QUESTION 2

2a) What are Financial Intermediaries?

5 Marks

2b) List nine (9) financial instruments being used in the capital market

9 Marks

2c) List six (6) peculiarities of the Islamic banking system

6 Marks

QUESTION 3

3a) Identify the main benefits of insurance policies

7 Marks

3b) Discuss seven (7) types of insurance products.

13 Marks

QUESTION 4

4a) Name 10 essential considerations for the successful marketing of bank services. **10 Marks**

4b) Strategic marketing of banking services in relation to environmental demands requires the certain steps; mention four (4).

2 Marks

4c) Discuss four reasons for marketing of Bank services

8 Marks

QUESTION 5

5a) Discuss the methods of credit control adopted by the Central Bank of Nigeria. **20 Marks**