



**NATIONAL OPEN UNIVERSITY OF NIGERIA
14/16 AHMADU BELLO WAY, VICTORIA ISLAND, LAGOS
SCHOOL OF MANAGEMENT SCIENCES
SEPTEMBER/OCTOBER 2015 EXAMINATION**

COURSE CODE: BFN405 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 20 marks each excluding question number one.

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

Question 1. Enumerate the areas of operations on which banks are formulated.

1b. Mention and discuss the various modalities that can be used for loan monitoring and supervision.

Question 2. Enumerate and explain various types of credit facilities that commercial banks do extend to their customers.

Question 3. Identify and explain the critical areas relating to lending for which banks normally set policies.

Question 4. Differentiate and discuss the advantages and disadvantages of simple agreement in retention of title to assets?

Question 5a. Mention and discuss the events involved in the lending process.