



**BOWEN UNIVERSITY, IWO**  
**(OF THE NIGERIAN BAPTIST CONVENTION)**  
**COLLEGE OF MANAGEMENT AND SOCIAL SCIENCES (COMSS)**  
**ACCOUNTING & FINANCE PROGRAMME**  
**B.Sc. ACCOUNTING DEGREE**  
**2023/2024 SECOND SEMESTER EXAMINATION**

**COURSE CODE:** BFN 106

**COURSE TITLE:** BASIC BANKING AND FINANCE

**COURSE UNIT:** 2

**TIME:** 2 HOURS

**INSTRUCTION:** ATTEMPT QUESTIONS ONE ANY OTHER TWO (2) QUESTIONS.

**Question One**

- A. Compute the Future Value of \$100 at 6% Annual Interest for 10 years (10 marks)
  - B. State and explain FIVE (5) of the key features of the Evolution of Banking under Independent Nigeria (10 marks)
  - C. Discuss FIVE (5) of the key features of the Evolution of Banking under Colonial Nigeria. (10 marks)
- (Total 30 marks)**

**Question Two**

- A. Discuss Capital Budgeting using identification, estimating & evaluation, selection. (5 marks)
  - B. Enumerate FIVE (5) characteristics of debt financing. (5 marks)
  - C. Discuss the FIVE (5) motives for holding money (5 marks)
  - D. Identify FIVE (5) different types of Money (5 marks)
- (Total 20 marks)**

**Question Three**

- A. Explain FIVE (5) importance of Capital Budgeting (10 marks)
  - B. Discuss FIVE (5) sources of Business Finance (10 marks)
- (Total 20 marks)**

**Question Four**

- A. Write short note on the following terms:  
Financing, Bank subpoena, Sinking fund, Annuity Fund, Surrender Period, Amortization, Digital Currency, Banking, and Finance (18 marks)
  - B. Future value is not the value on some future date of an investment made today. True/false. (2 mark)
- (Total 20 marks)**

**Question Five**

- A. List and Discuss briefly FIVE (5) major importance of money (10 marks)
  - B. Discuss the Assumption of Velocity of Money. (5marks)
  - C. State FIVE (5) of the key features of the Evolution of Nigeria under Pre-colonial Era Nigeria (5 marks)
- (Total 20 marks)**

**Good luck**