



BOWEN UNIVERSITY, IWO
(OF THE NIGERIAN BAPTIST CONVENTION)
COLLEGE OF MANAGEMENT AND SOCIAL SCIENCES (COMSS)
ACCOUNTING & FINANCE PROGRAMME
B.Sc. ACCOUNTING DEGREE
2022/2023 SECOND SEMESTER EXAMINATION

COURSE CODE: BFN 106

COURSE TITLE: BASIC BANKING AND FINANCE

TIME: 2 HOURS

INSTRUCTIONS: ATTEMPT QUESTION 1 AND ANY OTHER 3 QUESTIONS.

DATE: 22nd June, 2023.

Question One – Compulsory

- a. The banking system in Nigeria has undergone significant changes over the years, reflecting the country's economic and political developments. Give a brief overview of the five (5) evolutions of banking in Nigeria 15 marks
- b. State two (2) of the key features of independent Nigeria. 4 marks
- c. State three (3) of the key features of digital Nigeria. 6 marks

Question Two

Define velocity of money. 2 marks

A country produces 600 units of goods for N40 each and the money supplied is N8000 and the currency on average needs to change hand 3 times in order to pay for the output at a fundamental level. Calculate the velocity of money.

13 marks

Question Three

- a. Define the following terms 14 marks
Financing, bank subpoena, Capital Budgeting, Sinking fund, annuity fund, surrender period, Amortization.
- b. Future value is the value on some future date of an investment made today. True/false.

1 mark

Question Four

Give a brief origin of paper money in Nigeria 15 marks

Question Five

List and Discuss briefly 5 major importance of money.

15 marks

Question Six

There are many forms of money. Discuss 5 different types of Money.

15 marks

Good luck