

NATIONAL OPEN UNIVERSITY OF NIGERIA PLOT 91, CADASTRAL ZONE, NNAMDI AZIKIWE EXPRESSWAY, JABI, ABUJA FACULTY OF MANAGEMENT SCIENCES DEPARTMENT OF FINANCIAL STUDIES 2020 2 EXAMINATIONS...

COURSE CODE: BFN 306 CREDIT UNIT: 3

COURSE TITLE: COMPARATIVE BANKING TIME ALLOWED: 2^{1/2} HOURS

NOTE: 1. Attempt question number one (1) and any other three

2. Question number 1 is compulsory and carries 25 marks, while the other

questions carry 15 marks each

3. Present all your points in coherent and orderly manner

QUESTION 1 (COMPULSORY)

(a) Comparatively present four features each of Saving, Current and Fixed Deposit Accounts (12 marks)

- (b) Advise an intending customer of a bank on four advantages that holding a current account has over the savings type. (4 Marks)
- (c) What four reasons make Fixed Deposit Account advantageous? (4 Marks)
- (d) There are five principles underlying banking and finance. List them. (5 Marks) **Total** (25Marks)

QUESTION TWO

(a) Explain Islamic Banking to a layman (6 Marks)

(b) Discuss three (3) principles underlying Islamic banking (9 Marks)

QUESTION THREE

(a) Define Universal Banking giving at least two of its objectives (3 Marks)

(b) Discuss three advantages and three disadvantages of Universal Banking (12 Marks)

QUESTION FOUR

(a) Justify the establishment of Development Banks in Nigeria (6 Marks)

(b) Write short notes on: (a) NACRDB (b) NIDB (c) NBCI

(9 Marks)

OUESTION FIVE

Prior to the 1990s, the research on financial system and economic growth nexus focused on how economic growth stimulated financial system growth. Present four roles of the financial system that have changed this viewpoint. (15 Marks)

QUESTION SIX

- (a) List five (7) forms of bank that can be found in the Indian banking system (7 Marks)
- (b) What are Regional Rural Banks in the Indian Banking System? Give three reasons for their establishment (8 Marks)