# FEDERAL UNIVERSITY OF TECHNOLOGY, MINNA

School of Innovative Technology
Department of Project Management Technology

***Second Semester Examination: 2021/2022 Session***

***PMT 523: Project Finance and Contract Management – 3 Units***

**INSTRUCTIONS:**

(a) Answer **ALL** Questions
(b) Time Allowed: 3 Hours

**QUESTION 1.**

a. Itemise the (3) objectives of Contract Management.
b. Explain briefly three (3) sources of project finance.
c. Discuss four (4) contract documents needed for the award of a contract..... ***(10 Marks)***

**QUESTION 2**

**a.** A client is intended to finance a road project construction of 100km long that will be executed within a period of four (4) years through loan from financial institution. Your contracting firm is consulted on the modality of securing loan from financial institutions. Explain in detail,
**b.** How a loan of N15 Billion can be applied for the construction of the road.
**c.** which of the financial institution has the capacity to grant such a loan for a road construction projects and
**d.** The repayment method for the loan applied for and taking into the consideration the interest payable on the granted loan within a stipulated period of four (4) years... ***(20 MKS)***

**QUESTION 3**

Your Security Management Organisation had been consulted on the security challenges facing a certain private tertiary institution in a community. The management of the institution desires

a. The procurement of five (5) security patrol vehicles
b. The recruitment of ten (10) vigilante officers
c. The training of the recruited vigilante officers
d. The fencing of the hostels and installation of the closed circuit cameras in the institution

Prepare and present your report on the above requirements taking into consideration the following-:

1. The budgeted amount for the procurement, recruitment, fencing and training should not exceed N60 Million approved by the local council.
2. The time taken for the execution of the above security contract given to your organization should not exceed three (3) months. ..... ***(20 Marks)***

**QUESTION 4**

Write short notes on the following-:

a. Five (5) main contents in contract objectives
b. Five (5) importance of Performance Bond ..... ***(10 Marks)***

***GOOD LUCK!***