



REFORMED CHURCH UNIVERSITY

FACULTY OF COMMERCE

Bachelor of Commerce Honours Degree in Public Administration

Fiscal and Monetary Policy Analysis

HPAD 434 411

Part 4 Semester 2 Examination

Total Marks [100]

Date: January 2022

Time: 3 Hours

INSTRUCTIONS

1. This paper has *six (6)* questions
2. Answer question *one (1)* and *any* other *three (3)*
3. Each question carries *25 marks*
4. Start each question on a new page

1. Discuss **any three** monetary and fiscal policy options that can be used by a country experiencing a recession. (25)
2. (a) Using relevant examples, explain **any four** characteristics of good money. (12)
(b) Giving examples, explain **any three** types of unemployment relevant to your country. (13)
3. Explain **any five** causes of economic growth. (25)
4. Examine the effects of inflation on savings and Investment. (25)
5. Discuss **any three** theories to explain the reasons why people demand money. (25)
6. Zimbabwe's total debt, is estimated at US\$23 billion. The country is battling to nail down a debt clearance roadmap which has been on the table since 2015. Considering the economic position of Zimbabwe, suggest **any five** redemption methods and demonstrate how they can be applied. (25)

End of paper