



REFORMED CHURCH UNIVERSITY

FACULTY OF COMMERCE

**BACHELOR OF COMMERCE HONOURS DEGREE IN BUSINESS
MANAGEMENT**

PRINCIPLES OF ECONOMICS

HBUM 116

PART 1 SEMESTER 2

Total Marks [100]

DATE: DECEMBER 2024

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 the measures that can be adopted by a government faced with a balance of payment deficit. [25 marks]
2. Examine the roles that can be played by the informal sector in the development of the country. [25 marks]
3. Evaluate the efficiency and effectiveness of the contemporary Monetary and Fiscal policy of Zimbabwe. [25 marks]
4. Compare and contrast the monetarist approach to classical theory in relation to economic growth and development. [25 marks]
5. Explain the budgetary process in an organization of your choice. [25 marks]
6. Asses any five effects of hyper -inflation in Zimbabwe. [25 marks]

END OF PAPER