



**REFORMED CHURCH UNIVERSITY**

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**FACULTY OF COMMERCE**

**BACHELOR OF COMMERCE HONOURS DEGREE IN  
ACCOUNTING**

**PRINCIPLES OF MACROECONOMICS  
HACC 119**

**PART 1 SEMESTER 2 EXAMINATION**

**TOTAL MARKS [100]**

**DATE: DECEMBER 2024**

**Time: 3 Hours**

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**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. 'Price control is a necessary evil'. Discuss (25 marks)
2. Examine the efficiency and effectiveness of the contemporary Monetary and Fiscal policy of Zimbabwe. (25)
3. Explain how the Central Bank (RBZ) can regulate money supply in Zimbabwe. (25)
4. Explain the following terms as they relate to economics
  - i) M1 (5)
  - ii) M2 (5)
  - iii) M3 (5)
  - iv) Money Markets (5)
  - v) Required Reserve Ratio (5)
5. Examine the applicability of Performance based budgeting in an organization of your choice. (25)
6. Explain the mechanics and institutions of international trade and their impact on the macro economy. (25)

**END OF PAPER**