



REFORMED CHURCH UNIVERSITY

FACULTY OF COMMERCE

**BACHELOR OF COMMERCE HONOURS DEGREE IN PUBLIC
ADMINISTRATION**

FISCAL & MONETARY POLICY ANALYSIS

HPAD 411

PART 4 SEMESTER 2

Total Marks [100]

DATE: APRIL 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. Examine the 5 major functions of the monetary policy. [25]

2. Explain any 5 monetary policy instruments which can be used by the RBZ to control inflation in Zimbabwe. [25]

3. Evaluate the effectiveness of fiscal policy in controlling the swings in a business cycle. (25)

4. Discuss 5 reasons for government intervention in the economy. [25]

5. Examine the relevance of Zimbabwe's foreign currency auction system as a measure of regulating volatility of the local currency. [25]

6. Discuss the impact of the World Bank and IMF on Zimbabwe's monetary policy. (25)

END OF PAPER