



JARAMOGI OGINGA ODINGA UNIVERSITY OF SCIENCE AND TECHNOLOGY
SCHOOL OF BUSINESS & ECONOMICS
UNIVERSITY EXAMINATION FOR THE DEGREE OF BACHELOR OF BUSINESS
ADMINISTRATION WITH IT
1ST YEAR 1ST SEMESTER 2018/2019 ACADEMIC YEAR
KISUMU CAMPUS

COURSE CODE: AEC 205

COURSE TITLE: INTERMEDIATE MACROECONOMICS

EXAM VENUE:

DATE: DECEMBER, 2018

EXAM SESSION:

TIME: 2 HOURS

INSTRUCTIONS:

- 1. Answer Question ONE (COMPULSORY) and ANY other 2 questions**
- 2. Candidates are advised not to write on the question paper.**
- 3. Candidates must hand in their answer booklets to the invigilator while in the examination room.**

JARAMOGI OGINGA ODINGA UNIVERSITY OF SCIENCE AND TECHNOLOGY
SCHOOL OF BUSINESS AND ECONOMICS
UNIVERSITY EXAMINATION FOR THE DEGREE OF BACHELOR OF ARTS
SEMESTER 2017/2018 ACADEMIC YEAR2 SEMESTER2
KISUMU CAMPUS

COURSE TITLE: Intermediate Macroeconomics

COURSE CODE: AEC 205

VENUE:

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Time :2hrs.

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Q1

(a)

Enumerate the three basic macroeconomic concepts and briefly discuss how they respectively impact the economy. (15 Marks)

(b)

(i) Describe Income-Consumption and Income-Saving Relationships (5 Marks)

(ii) What is Consumer Price Index (CPI)? What role does it play in policy decision? (5 Marks)

(iii) Identify and briefly discuss Determinants of Exchange rate (5 Marks)

Q2.

Identify and briefly discuss macroeconomic stabilization policy instruments and impact thereto, available to the government to implement. (20 Marks)

Q3

Briefly describe at least four major economic functions of a Bank? Are they applicable in Kenya banking sector? (20 Marks)

Q4

Does unemployment matter? What are the causes and what types of intervention government can engage to reduce unemployment? (20 Marks)

Q5

State the advantages and disadvantages of three policy options you are aware of that a government may put in place to protect domestic industry from foreign competition. (20 Marks)