



# TECHNICAL UNIVERSITY OF MOMBASA

*Faculty of Engineering & Technology*

DEPARTMENT OF COMPUTER SCIENCE & IT

UNIVERSITY EXAMINATIONS FOR DEGREE IN  
BACHELOR OF INFORMATON TECHNOLOGY

## **BAC 4128: INTRODUCTION TO MACRO ECONOMICS**

YEAR 1 END OF SEMESTER EXAMINATIONS

**SERIES:** AUGUST 2013

**TIME:** 2 HOURS

### **INSTRUCTIONS:**

– Answer Question **ONE (Compulsory)** and any other **TWO** questions.

***This paper consists of Two printed pages***

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### **QUESTION 1 (Compulsory)**

- ‘Macro-Economic is not an exact science’. Accordingly, highlight FOUR limitations of Macro-Economics. (8marks)
- Outline any SIX methods you should know and use as a good Businessman or manager for increasing your sales or purchases abroad in the foreign or international trade. (12marks)
- Highlight any FIVE canons of taxation. (10marks)

### **QUESTION 2**

- State and explain briefly any FIVE qualities of a good money material. (10marks)
- Describe the five features you can use to distinguish Boom from the other phases in a normal Business cycle. (10marks)

### **QUESTION 3**

- Briefly describe any FIVE types of Investments that can be enforced for good Economic growth and development. (10marks)

- b) Outline any FIVE functions of commercial Banks. **(10marks)**

#### **QUESTION 4**

- a) Describe any FIVE macro-economic policies that a well administered Government can use in International trade in order to creat and maintain a favourable balance of payments. **(10marks)**
- b) Highlight any FIVE factors that can determine the consumption levels in an economy. **(10marks)**

#### **QUESTION 5**

- a) State and explain any FIVE macro-economic objectives that the Government of a well administered country would like to achieve by using Credit control through the central Bank. **(10marks)**
- b) Highlight any FIVE functions of the stock Exchange in ensuring adequate and sustainable investments in the economy of a country. **(10marks)**