

Seminar

UGANDA MARTYRS UNIVERSITY
FACULTY OF BUSINESS ADMINISTRATION AND MANAGEMENT

MANAGERIAL ECONOMICS 2

Examination

2015 - 2016

2nd SEMESTER EXAM

BAM I EVENING

Date: Thursday 5th May 2016

Time: 6:00pm to 9:00pm

Instructions

- 1. Do not write anything on the question paper**
- 2. Read the story and questions carefully. Attempt four questions.**
- 3. Use of relevant illustrations awards extra marks**

12-1 - 1-10-10
1-8 - 10-10-10
8-4 - 27.

QUESTION ONE

- (a) Examine the role of compiling national income statistics in your country. (10 marks)
- (b) By use of illustrations, show that the different approaches to national income determination would yield similar results when employed in a particular economy. (15 marks)

QUESTION TWO

- (a) Explain the causes of unemployment in your country. (10 marks)
- (b) As a manager, suggest possible cures to unemployment in an economy. (15 marks)

QUESTION THREE

- (a) By use of illustrations, explain how cost push inflation arises in an economy. (7 marks)
- (b) Examine the fiscal and monetary policies that may be employed by the economy managers to control the problem of inflation. (18 marks)

QUESTION FOUR

- (a) Explain the role of commercial banking in running of different economic affairs of any country. (15 marks)
- (b) Examine the determinants of money supply in an economy. (10 marks)

QUESTION FIVE

- (a) Analyse the importance of businesses in an economy. (10 marks)
- (b) Explain how the government can control the negative externalities arising out of the ever emerging business ventures. (15 marks)

QUESTION SIX

- (a) Analyse the phases of business cycles in the different economies. (10 marks)
- (b) Examine the monetary and fiscal stabilizers that may be employed to restore an economy from over full employment. (15 marks)

END