



MASENO UNIVERSITY
UNIVERSITY EXAMINATIONS 2013/2014

**FIRST YEAR FIRST SEMESTER EXAMINATIONS FOR THE DIPLOMA
IN COMMUNITY DEVELOPMENT**

(HOMA-BAY CAMPUS)

DDC 0110: INTRODUCTION TO MACRO-ECONOMICS.

Date: 27th July 2014

Time: 8.00 – 10.00 pm

INSTRUCTIONS:

- Answer question ONE (compulsory) and any other TWO questions.



• **INSTRUCTIONS:** Answer question **ONE** and any **TWO** questions

1. (a) Discuss the three methods of measuring National Income of an economy.
(b) Discuss the difficulties encountered in computing National income accounts.
2. State the *five* functions of money? Hence discuss qualities of good money material.
3. Identify and explain some of the benefits of International Trade
4. Citing relevant examples, discuss *at least* five causes of unemployment.
5. Discuss any *four* major functions of central bank to any country.