



**NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF SOCIAL SCIENCES
DEPARTMENT OF ECONOMICS
2022_1 EXAMINATION.**

COURSE TITLE: ADVANCED MONETARY ECONOMICS

COURSE CODE: ECO 717

UNIT: 2 UNITS

TIME ALLOWED: 2 HOURS

INSTRUCTION: ANSWER QUESTION ONE AND ANY OTHER TWO QUESTIONS.

- 1a) Explain the definitions of money by the four main schools of thought 8 Marks
- 1b) Discuss Keynes' liquidity preference approach for the demand for money 12 Marks
- 1c) Explain any five (5) assumptions of the Fisher's theory of exchange 10 Marks
- 2a) Explain the determinants of money supply 10 Marks
- 2b) List and explain the goals of monetary policy 10 Marks
- 3a) Explain the monetary policy transmission channels identified by the CBN 10 Marks
- 3b) Define Balance of Payments and explain its components 10 Marks
- 4a) Write short notes on the following:
- Equity/Ordinary shares
 - Debentures
 - Preference shares
 - Warrants
 - Derivatives
- 4b) Discuss the primary functions of a deposit money bank 10 marks