



**NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF SOCIAL SCIENCES
DEPARTMENT OF ECONOMICS
2023 2 EXAMINATIONS_**

SUBJECT TITLE: ADVANCED MONETRAY ECONOMICS

SUBJECT CODE: ECO717

TIME ALLOWED: 2 HOURS

INSTRUCTIONS: ANSWER QUESTIONS ONE AND ANY OTHER THREE QUESTIONS.

QUESTION ONE

- (a). Briefly discuss five (5) criticisms of Fisher's equation of exchange. **(15marks)**
(b). Briefly discuss the quantity theory of money: Cambridge Cash Balance Approach. **(10marks)**
(25MARKS)

QUESTION TWO

List and explain five (5) criticisms of the Cambridge cash balance version **(15marks)**

QUESTION THREE

Discuss the controversy between the superiority of Cambridge cash Balance Version over Fisher's theory of exchange **(15marks)**

QUESTION FOUR

- (a). Differentiate between Nominal and Real Money Supply. **(10marks)**
(b). Discuss the Determinants of Money Supply. **(5marks)**

QUESTION FIVE

- (a). Explain term 'Monetary Equilibrium' **(7marks)**
(b). Discuss the goals or objectives of monetary policy. **(8marks)**