



**NATIONAL OPEN UNIVERSITY OF NIGERIA  
FACULTY OF SOCIAL SCIENCES  
DEPARTMENT OF ECONOMICS  
2025\_2 EXAMINATIONS.**

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**COURSE TITLE: MONETARY THEORY AND POLICY**

**COURSE CODE: ECO 343**

**UNITS: 3**

**TIME ALLOWED: 3 HOURS**

**INSTRUCTION: ANSWER NUMBER 1 QUESTION AND ANY OTHER 2 QUESTIONS**

- 1a. Explain the term, Monetary Policy (15 Marks)
- 1b. State and explain 3 Objectives of Monetary Policy (15 Marks)
  
2. Differentiate between the Phillips Curve and the Taylor Curve (20 Marks)
  
3. Explain Expansionary Monetary Policy and Restrictive Monetary Policy (20 Marks)
  
4. Friedman distinguishes among basic lags. Discuss (20 Marks)
  
5. Explain three Similarities between Fisher's Transaction Approach and the Cambridge Cash Balances Approach and two dissimilarities. (20 Marks)