

**Questions for the diploma exam**  
**Second cycle MA studies in Economics**  
**CORPORATE FINANCE**

- 1. The main entities of an economic system and their functions**
- 2. The components of Gross Domestic Product**
- 3. Business cycle and its phases**
- 4. The idea of business cycle automatic stabilizers**
- 5. State discretionary financial policy**
- 6. The concept of public expenditure multiplier**
- 7. Money supply and its determinants**
- 8. The main characteristics of money**
- 9. The main theories of demand for money**
- 10. Different concepts of monetary aggregates**
- 11. The concept of money multiplier**
- 12. The economic significance of money savings**
- 13. The concept of the IS-LM model**
- 14. The concept of the IS-LM-BP model**
- 15. The concept of the IS-LM-BP model and the use of particular tools**
- 16. The structure of a modern banking system**
- 17. International monetary and financial system**
- 18. The basic instruments of monetary policy**
- 19. The concept of central bank independence**
- 20. Delays in government financial policies**
- 21. The role of banks in the functioning of an economy**
- 22. Inflation - its types and effects**
- 23. Deflation and its effects**
- 24. Transmission mechanism of monetary policy – its impact on real economy**
- 25. Inflation-based and other budget deficit financing methods**
- 26. The classification of financial intermediaries**
- 27. Exchange rate systems**
- 28. The structure of the balance of payments**
- 29. The concept and functions of business insurance**
- 30. The types of risk in business activities**
- 31. The assumptions of the currency area**
- 32. The European Central Bank – role and function**
- 33. The major international financial institutions and their characteristics**
- 34. The types of fiscal policy**
- 35. Tax harmonization vs tax competition**

- 36. The concept of public debt neutrality**
- 37. The notion of fiscal stringency and its measures**
- 38. State financial policy – its objectives and instruments**
- 39. A contemporary company's objectives**
- 40. Company valuation methods**
- 41. A company's organizational and legal framework**
- 42. Public finance and its functions**
- 43. The characteristics of modern taxation systems**
- 44. The stock exchange and its functions**
- 45. Regulations in state budgetary policies**
- 46. Global economy and its characteristics**
- 47. The state's decreasing role in the economy**
- 48. Transnational corporations and their role in today's economy**
- 49. International organizations and their role in today's economy**
- 50. Global trade – the evolution of the system and its characteristics**