

**CHUKA**



**UNIVERSITY**

**SUPPLEMENTARY / SPECIAL EXAMINATIONS**

**FOURTH YEAR EXAMINATION FOR THE AWARD OF BACHELOR OF  
COMMERCE/ENTREPRENEURSHIP AND ENTERPRISE MANAGEMENT**

**BEEM 332: ENTREPRENEURSHIP AND ECONOMIC DEVELOPMENT**

**STREAMS: BCOM/BEEM**

**TIME: 2 HOURS**

**DAY/DATE: WEDNESDAY 18/11/2020**

**8.30 A.M - 10.30 A.M.**

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**INSTRUCTIONS:**

- Answer question ONE and any other TWO questions

Q1. (a) What is economic development and how can it be improved given the limitation of a country's resources **(10 marks).**

(b). Explain the role of the entrepreneur in the country's economy development **(10 marks).**

(c). Define the term production in economics and describe four types of utility arising from different classes of production **(10 marks)**

Q2. (a) What is vicious cycle of poverty and how can it be broken **10 marks)**

(b) Explain the importance of capital as a factor of production and discuss factors affecting capital formation in Kenya **(10 marks)**

Q3. (a) Discuss the characteristics of developing and low income countries that are likely to contribute to poverty and unemployment **(12 marks)**

(b) Describe the role of the entrepreneur as a factor of production **(8 marks)**

Q4. (a) Discuss how entrepreneurship and small business ownership can be supported in your country to contribute to economic development of the country **(10 marks).**

(b) The current situation in the country indicates low economic development. Discuss five factors that is likely to contribute to the state of affairs **(10 marks).**

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