

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

RESIT/SPECIAL EXAMINATION

**EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF
ENTREPRENEURSHIP AND SMALL BUSINESS MANAGEMENT**

BEEM 332: ENTREPRENEURSHIP AND ECONOMIC DEVELOPMENT

STREAMS: BEEM

TIME: 2 HOURS

DAY/DATE: WEDNESDAY 11/08/2021

2.30 P.M – 4.30 P.M.

INSTRUCTIONS:

- **ANSWER ANY FOUR QUESTIONS.**

- Q1 (a) Discuss the concepts of entrepreneurship and economics and show their relationship
(15 marks)
- (b) Explain the role of capital in the production process. (10 marks)
- Q2.(a) The reason why people cannot satisfy all their wants and needs is the scarcity of productive resources. Identify these resources and explain how they can be enhanced to meet the increasing population (15 marks)
- (b) Discuss the economic and resource based theory in entrepreneurship. (10 marks)
- Q3. Poverty and unemployment are some of the biggest problems facing many developing countries. Discuss how the two problems can be addressed. (25 marks)
- Q4. (a) Production is an economic activity, identify the factors used in the production and show how the production process is a source of income and wealth. (15 marks)
- (b) Describe five characteristics of developing and low income countries and their relationship to poverty in those countries (10 marks)

Q5. (a) Distinguish between economic growth and economic development. **(5 marks)**

(b) Discuss economic and non-economic factors influencing economic development of a country. **(20 marks)**
