

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

EXAMINATION FOR THE AWARD OF BACHELOR OF SCIENCE
(ECONOMICS)

ECON 341: ECONOMIES OF LABOUR

STREAMS: BSC (ECON)

TIME: 2 HOURS

DAY/DATE: MONDAY 09/12/2019

11.30 A.M. – 1.30 P.M.

INSTRUCTIONS: Question ONE is Compulsory (Section A), then select any two from section B

SECTION A (30 MARKS)

QUESTION ONE

- (i) Derive the supply of labor curve of an individual using indifference curves [4 marks]
- (ii) Explain five determinants of supply of labor in an economy [10 marks]
- (iii) Explain the assumptions of monopolistic power in product market [10 marks]
- (iv) Explain three objectives of trade unions to an economy [6 marks]

QUESTION TWO

- (i) Define the term 'tripartite agreement' [2 marks]
- (ii) Explain five main objectives of trade unions in a developing country like Kenya [10 marks]
- (iii) Explain the four main causes of disequilibrium in labor market. [8 marks]

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QUESTION THREE

- (i) Explain three main primary factor determining employment aspirations of an individual [6 marks]
- (ii) Explain three reasons why unemployment is high in Kenya yet there is economic growth [6 marks]
- (iii) Discuss the taxonomy of unemployment [8 marks]

QUESTION FOUR

- (i) Explain the term 'under population' [2 marks]
 - (ii) Explain four economic consequences of under population in a country [8 marks]
 - (iii) Explain the relationship between education and employment [10 marks]
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