

CHUKA



UNIVERSITY

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RESIT/SPECIAL EXAMINATION

**EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF ECON STAT,
ECON SOCIOLOGY, ECON MATH, ECON HIST**

ECON 101/140: CONTEMPORARY ECONOMIC ISSUES IN AFRICA

STREAMS: ECON STAT, ECON SOCIOLOGY, ECON MATH, ECON HIST

TIME: 2 HOURS

DAY/DATE: WEDNESDAY 25/07/2018

11.30 A.M. – 1.30 P.M.

INSTRUCTIONS:

- **Answer question ONE and any other TWO questions.**

Question one

- (i) A country can grow but not develop. Discuss. (5 marks)
- (ii) Discuss the reasons for rural to urban migration. (5 marks)
- (iii) The vicious cycle of poverty tends to perpetuate the low level of development in LDCs. Discuss. (10 marks)
- (iv) Discuss the role of agriculture and industrialization in economic growth and development. (10 marks)

Question two

- 1. Discuss the negative and positive effects of population growth on economic development. (10 marks)
- 2. Discuss the common characteristics of less developed countries. (10 marks)

Question three

Investment and savings are important for a country to achieve growth. Discuss the importance of capital formation. Hence discuss the reasons for low capital formation in less developed countries. (20 marks)

Question four

Discuss the different measures of economic development and the drawbacks associated with each measure. (20 marks)
