

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF ARTS(ECON STAT, ECON SOCIOLOGY,ECON MATH, ECON HIST)

ECON 101: CONTEMPORARY ECONOMIC ISSUES IN AFRICA

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

TIME: 2 HOURS

DAY/DATE: TUESDAY 10/04/2018

11.30 A.M - 1.30 P.M

INSTRUCTION:

- **Answer question one and any other two questions**
1. (a) Discuss the role of agriculture and industrialization in economic growth and development. [10marks]
 - (b) Discuss the negative and positive effects of population growth on economic development. [10marks]
 - (c) Discuss the sources of saving in less developed countries. [10marks]
 2. (a) Explain the obstacles to economic development that face less developed countries. [15marks]
 - (b) Discuss the drawbacks associated with using social indicators as a measure of economic development. [5marks]
 3. (a) Investment and savings are important for a country to achieve growth. Discuss the importance of capital formation. [10marks]
 - (b) Discuss the reasons for low capital formation in LDCs. [10marks]
 4. A country can grow but not develop. Discuss this statement and give relevant examples. [5marks]

(b) The vicious cycle of poverty tends to perpetuate the low level of development in LDCs. Discuss. [10marks]

(c) Discuss the reasons for rural to urban migration in less developed countries. [5marks]
