

CHUKA



UNIVERSITY

**UNIVERSITY EXAMINATIONS**

**RESIT/SPECIAL EXAMINATION**

**EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF ECON STATS,  
ECON SOCI, ECON HIST, ECON MATH**

**ECON 303: ECONOMIC DEVELOPMENT I**

**STREAMS: ECON STATS, ECON SOCI, ECON HIST, ECON MATH TIME: 2 HOURS**

**DAY/DATE: MONDAY 23/07/2018**

**11.30 A.M. – 1.30 P.M.**

**INSTRUCTIONS:**

- **Answer question one and any other two.**

**Question one**

1. (a) Developing economies have various features that make them different from developed economies. As an expert in economic issues facing backward economies, discuss the characteristics that can help in determining whether a country is developing or is developed. (12 marks)

(b) Describe the Harrod-Domer Model and explain its limitations. (8 marks)

(c) Explain the limitations of using Gross National product as an approach of measuring economic development. (10 marks)

**Question two**

2. (a) Discuss the major concepts that distinguish economic development from economic growth. (10 marks)

(b) Discuss Rostow's stages of economic development. (10 marks)

**Question three**

- 3 (a) Discuss the goals and objectives of economic development. (10 marks)
- (b) Discuss the role of the state in economic development. (10 marks)

**Question four**

Explain the essential distinctions among the stages of growth theory of development, the structural-change models of Lewis and the theory of international dependence which model do you think provides the best explanation of the situation in most developing nations? Give explanations of the provided answer. (20 marks)

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