



KIBABII UNIVERSITY COLLEGE (KIBUCO)

MAIN CAMPUS

**UNIVERSITY EXAMINATIONS
2014 /2015 ACADEMIC YEAR**

FOURTH YEAR FIRST SEMESTER EXAMINATIONS

MAIN EXAMINATION

FOR THE DEGREE

OF

BACHELOR OF COMMERCE

COURSE CODE: ECO 401

COURSE TITLE: ECONOMICS DEVELOPMENT

DATE: 22nd January 2015

TIME: 3.00-5.00 p.m.

INSTRUCTIONS TO CANDIDATES:

Answer Question ONE and any other Two Questions

TIME: 2 Hours

- 1 (a) Explain any reforms LDCS must take to turn round their Economics (10 marks)
- (b) Distinguish between Economic Growth and Economic Development. (5 marks)
- (c) Discuss five co operant factors of production that stimulate economic development pointing out the contribution of each factor (10 marks)
- 2 (a) It has been difficult for many developing countries to realize their industrialization dream. Point out five challenges that have contributed to this problem in LDCS. (7.5 marks)
- (b) Explain five strategies that LDCs must take to industrialize their economies. (7.5 marks)

QUESTION THREE

- a) Define the following terms
- i. Economic growth (2 marks)
 - ii. Economic development (2 marks)
- b) Highlight institutional weakness prevailing in LDCS that accelerate the under development problem. (5 marks)
- a) The Malthusian Population Trap Theory projects that world population size grows at a geometric rate tripling every a hundred years while food production grows arithmetically. Point out the strength and weakness of this theory (10 marks)
- b) Discuss the major determinants of economic development (10 marks)