

The Co-operative University of Kenya
END OF SEMESTER EXAMINATION AUGUST -2018
EXAMINATION FOR THE DIPLOMA IN CO-OPERATIVE MANAGEMENT
(YR II SEM II)

UNIT CODE: COCM 1214

UNIT TITLE: DEVELOPMENT ECONOMICS

DATE: 24TH AUGUST, 2018

TIME: 11:30 AM – 1:30 PM

INSTRUCTIONS:

- Answer question **ONE (compulsory)** and any other **TWO** questions

QUESTION ONE

- (a) Assess Four Constraints to Economic Growth in Developing Countries (8 Marks)
- (b) Explain briefly the meaning of economic dualism. (6 Marks)
- (c) Evaluate the extent to which GDP per capita is a good measure of economic development. (10 Marks)
- (d) Highlight three pillars of Kenya's vision 2030 development plan. (6 Marks)

QUESTION TWO

- (a) Explain three theories of economic growth. (10 Marks)
- (b) Discuss the role of Multinational corporations in developing economies. (10Marks)

QUESTION THREE

- (a) Rapid population growth is desirable for a developing economy? Discuss. (10 Marks)
- (b) To what extent do you agree that developed countries, such as the UK, should continue to send foreign aid to developing countries? (10 Marks)

QUESTION FOUR

- (a) Explain the role of microfinance institutions in economic development. (10 Marks)
- (b) Discuss the phenomenon of economic development? (4 Marks)
- (c) Explain the link between trade and economic development. (6 Marks)

QUESTION FIVE

- (a) Discuss whether having an abundance of resources is a blessing or a curse for a developing country. (10 Marks)
- (b) Explain negative externalities associated with economic development. (10 Marks)