



TECHNICAL UNIVERSITY OF MOMBASA
Faculty of Engineering & Technology

DEPARTMENT OF ELECTRICAL & ELECTRONIC ENGINEERING

UNIVERSITY EXAMINATIONS FOR DEGREE IN
BACHELOR OF SCIENCE IN ELECTRICAL & ELECTRONIC ENGINEERING

HRD 2103: GENERAL ECONOMICS

SPECIAL/SUPPLEMENTARY EXAMINATIONS

SERIES: JUNE/JULY 2015

TIME: 2 HOURS

INSTRUCTIONS:

- Answer Question **ONE (Compulsory)** and any other **TWO** questions.
- Do not write on the question paper

This paper consists of Two printed pages

QUESTION 1 (Compulsory)

- a) Highlight the difference between movement along the demand curve and shift of the demand curve. **(6 marks)**
- b) Explain **FIVE** advantages of privatization to developing countries like Kenya. **(10 marks)**
- c) Outline **FOUR** exceptions to the law of demand. **(4 marks)**
- d) Explain **FIVE** characteristics of a perfect competitive market. **(10 marks)**

QUESTION 2

- a) Explain the following terms:
- i) Balance of payments
 - ii) Economic system
 - iii) Gross Domestic Product
 - iv) Opportunity cost
 - v) Quota
- (10 marks)**
- b) Discuss key clauses in the Memorandum of Association (MOA). **(10 marks)**

QUESTION 3

Discuss the causes of unemployment and its probable solutions in a developing country. **(20 marks)**

QUESTION 4

- a) Explain **FIVE** difficulties faced in international trade. **(10 marks)**
- b) Explain **FIVE** economic policies that a government may adopt. **(10 marks)**

QUESTION 5

- a) Highlight **FIVE** advantages of oligopolistic market structure. **(10 marks)**
- b) Discuss the characteristics of a developing country. **(10 marks)**