

TECHNICAL UNIVERSITY OF MOMBASA Faculty of Business & Social Studies

DEPARTMENT OF MEDIA & GRAPHIC DESIGN

UNIVERSITY EXAMINATIONS FOR DEGREE IN BACHELOR OF JOURNALISM AND MASS COMMUNICATION

BAC 4131: ECONOMICS FOR DEVELOPMENT

END OF SEMESTER EXAMINATIONS

SERIES: APRIL 2014 TIME: 2 HOURS

INSTRUCTIONS:

- This paper consists of **TWO** Sections **A** & **B**.
- Section **A** is **Compulsory**.
- Answer any other **Two** questions in Section **B**.
 - This paper consists of Two printed pages

SECTION A (Compulsory)

QUESTION 1

a) Define the following terms

i) Standard of living
(2 marks)
ii) Invisible development
(2 marks)
iii) Scarcity of resources
iv) Disposal income

b) i) Explain the difference between development economics and development.
(5 marks)
ii) Briefly describe the THREE forms of vicious circles of poverty.
iii) Outline characteristics of dualism as a country develops.

QUESTION 2

Discuss with concrete examples how African capitalism proved difficulty in influencing development and poverty after independence in Kenya. (20 marks)

QUESTION 3

It is difficult to compare the standards of living people of developing and developed countries. Discuss stating why this is so. (20 marks)

QUESTION 4

Critically analyze Rostow stages of development showing how they are applicable to developing countries aspirations. (20 marks)

QUESTION 5

Equilibrium quantities of a product in market economy are establishing factors of a dynamic price mechanism. Describe it with the help diagram showing directions of market forces. (20 marks)