



# TECHNICAL UNIVERSITY OF MOMBASA

*Faculty of Business & Social Studies*

**DEPARTMENT OF LIBERAL STUDIES & COMMUNITY DEVELOPMENT**

UNIVERSITY EXAMINATION FOR DEGREE OF BACHELOR  
OF SCIENCE IN DEVELOPMENT STUDIES  
(BSDS)

## **BDS 4313: THEORIES OF DEVELOPMENT**

END OF SEMESTER EXAMINATIONS

**SERIES:** DECEMBER, 2013

**TIME:** 2 HOURS

### **INSTRUCTIONS TO CANDIDATES:**

- Answer Question **ONE (COMPULSORY)** and any other **TWO** questions
  - This paper consists of **2 printed** pages
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### **QUESTION 1 (COMPULSORY)**

- (a) In the Lew's Two-sector model, a crucial assumption is that there is a distortion in the labour market.
- (i) Describe the distortions **(5 marks)**
  - (ii) Describe how the **TWO** distortions bring about economic growth **(5 marks)**
  - (iii) The pattern of development analysis of structural change indicated that the traditional agricultural economic system could be transformed to permit industries if certain economic functions are transformed. Outline **FIVE** such functions. **(5 marks)**
- (b) (i) Justify the following statement "The best approach for a government hoping to see its country develop economically is to do nothing" **(5 marks)**
- (ii) Name the theory that supports the above statement. **(2 marks)**
  - (iii) Economists in developing countries believe that government has a role to play in economic development. Briefly describe some of the actions that can be undertaken by government to foster economic growth. **(8 marks)**

## QUESTION 2

- (a) Briefly discuss the two determinants of the rate of growth of a country as prescribed by Harrod-Doma model. (10 marks)
- (b) Discuss with relevant examples the main features of the Karl Marx's socialist model (10 marks)

## QUESTION 3

- (a) Discuss with examples the **FIVE** stages of the Rostows stages of growth model. (15 marks)
- (b) Briefly describe the criticism leveled against Rostows stages of growth model (5 marks)

## QUESTION 4

International dependence model views developing countries as troubled by institutional, political and economic factors that make them dependent and dominated by rich countries. Citing relevant examples, discuss the merit to this statement. (20 marks)

## QUESTION FIVE

Discuss **FIVE** main ways through which economic growth could be spurred according to the proponents of the Neo-classical approach. (20 marks)