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**GARISSA UNIVERSITY**

**UNIVERSITY EXAMINATION 2020/2021 ACADEMIC YEAR THREE**

**SECOND SEMESTER EXAMINATION**

**SCHOOL OF BUSINESS AND ECONOMICS**

**FOR THE DEGREE OF BACHELOR OF BUSINESS MANAGEMENT**

**COURSE CODE: ECO 316**

**COURSE TITLE: ECONOMIC DEVELOPMENT I**

**EXAMINATION DURATION: 2 HOURS**

**DATE: 09/04/2021 TIME: 09.00-11.00 PM**

**INSTRUCTION TO CANDIDATES**

* **The examination has FIVE (5) questions**
* **Question ONE (1) is COMPULSORY**
* **Choose any other TWO (2) questions from the remaining FOUR (4) questions**
* **Use sketch diagrams to illustrate your answer whenever necessary**
* **Do not carry mobile phones or any other written materials in examination room**
* **Do not write on this paper**

**This paper consists of TWO (2) printed pages *please turn over***

**QUESTION ONE (COMPULSORY)**

1. Countries have made efforts to achieve economic development as envisioned in their annual budgets. Explain any three main objectives of economic development measures. (15marks)
2. Economic growth is a necessary but not a sufficient condition for economic development. With the aid of classic examples, explain the statement (5marks)
3. Discuss any five measures that can be put in place to achieve sustainable and inclusive economic growth and development (10 marks)

**QUESTION TWO (20 marks)**

1. Discuss in details the shortcomings of using GDP per capita as a measure of economic development. (6 marks)
2. Other than GDP per capital discuss in details any seven measures of economic development. (14 marks)

**QUESTION THREE**

1. Economic development of an economy follows a five stage approach according to economic history Watt Rostow. Discuss the relevance of this theory in the African context. (15 marks)
2. Discuss the role of economic development theories in shaping of development policies in an economy (5 marks)

**QUESTION FOUR**

1. Explain any five factors that are critical for the economic development of an economy. (10 marks)
2. Explain any five major barriers that developing countries may face in an effort to attain Economics development (10 marks)

**QUESTION FIVE**

1. Kenya seeks to industrialize by the year 2030 as highlighted in the vision 2030 development strategy. Discuss any five challenges that development planners at the National Treasury and Planning will have to contend with. ( 10 Marks)
2. Discuss any five mitigation actions that can be put in place to deal with the above challenges. (10 Marks)