(Knowledge for Development)

KIBABII UNIVERSITY

UNIVERSITY EXAMINATIONS 2019/2020 ACADEMIC YEAR

FOURTH YEAR 1ST SEMESTER SPECIAL/SUPPLIMENTARY EXAMINATIONS

FOR THE DEGREE OF BACHELOR OF SCIENCE IN AGRICULTURAL ECONOMICS & RESOURCE MANAGEMENT

COURSE CODE: IAE 488
COURSE TITLE: AGRICULTURAL ECONOMIC DEVELOPMENT

DATE: 03/02/2021.   **TIME:** 2 – 4pm.

INSTRUCTIONS TO CANDIDATES

Answer Question One and any other two (2) Question.

TIME: 2 Hours

This paper consists of 2 printed pages. Please Turn Over ▶

KIBU observes ZERO tolerance to examination cheating

Q1.

Case study 4: understanding a development miracle: China

Reference: Todaro, M.P and Smith, S.C (2012). *Economic development*. 11th Edition. Pp 28-33. U.S.A

<u>Required</u>

a) Explain the factors which have led to the success of Chinese economy. **(10 marks)**
b) Explain the challenges faced by the Chinese economy. **(10 marks)**
c) Explain the theory of economic development followed by Chinese economy.

(10 marks)

Q2.

One of the contemporary theories of development is the Michael Kramers O-Ring theory of economic development. Explain this theory and point out its strengths over other previous approaches. **(20 marks)**

Q3.

Discuss the vicious cycle of poverty in the light of the statement "a country is poor because it is poor" **(20 marks)**

Q4.

Structural change models have been used by development economists to explain growth and development in various countries.

a) Explain the criticisms of Lewis two sector Model **(10 marks)**
b) Patterns of development analysis framework **(10 marks)**

Q5.

Economic growth is necessary though not sufficient for achieving economic development. **(20 marks)**
Discuss.