



*(Knowledge for Development)*

**KIBABII UNIVERSITY**  
**UNIVERSITY EXAMINATIONS**  
**2020/2021 ACADEMIC YEAR**

**FOURTH YEAR 1ST SEMESTER**  
**MAIN EXAMINATIONS**

**FOR THE DEGREE OF BACHELOR OF SCIENCE**  
**AGRICULTURAL ECONOMICS AND RESOURCE**  
**MANAGEMENT**

**COURSE CODE:** IAE 488  
**COURSE TITLE:** AGRICULTURAL ECONOMIC DEVELOPMENT

**DATE:** 16<sup>TH</sup> JULY 2021

**TIME:** 9AM – 11 AM

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**INSTRUCTIONS TO CANDIDATES**

Answer Question ONE and any other TWO Questions.

TIME: 2 Hours

This paper consists of 2 printed pages. Please Turn Over



KIBU observes ZERO tolerance to examination cheating

**QUESTION ONE = 30 MARKS (Compulsory)**

- i) Write short notes on the following terms used in agricultural economic development
- a) Economic growth. **(3 Marks)**
  - b) Economic development. **(3 Marks)**
  - c) Industrialization. **(2 Marks)**
- ii) Outline non- economic factors affecting economic growth of a country. **(8 Marks)**
- iii) Briefly discuss pros and cons of General Agreement on Tariffs and Trade (GATT). **(10 Marks)**
- iv) Explain how agriculture in Kenya is contributing to capital formation. **(4 Marks)**

**QUESTION TWO = 20 MARKS**

- i) Kenya recently was declared as a middle-income country. Briefly explain the implication of this declaration. **(4 Marks)**
- ii) Discuss strategies that can be used to promote rural development in Africa. **(8 Marks)**
- iii) Explain how human resources development contributes to economic growth. **(8 Marks)**

**QUESTION THREE = 20 MARKS**

- i) Explain the role of Government in providing domestic economic services. **(10 Marks)**
- ii) Discuss reasons why East Asian Newly Industrialized Countries (NICs) overtook Latin America yet Latin America started to industrialize many decades before NICs. **(10 Marks)**

**QUESTION FOUR = 20 MARKS**

- i) Explain how manufacturing sector can play an important role in driving economic development. **(10 Marks)**
- ii) Explain functions of United Nations Conference on Trade and Development (UNCTAD). **(10 Marks)**

**QUESTION FIVE = 20 MARKS**

- i) Discuss the notable successes which were as a result of economic planning during President Mwai Kibaki presidency. **(10 Marks)**
- ii) Explain common features of underdeveloped countries. **(10 Marks)**