

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

**FOURTH YEAR EXAMINATION FOR THE AWARD OF DEGREE OF
BACHELOR OF SCIENCE IN AGRICULTURAL ECONOMICS AND BACHELOR OF
SCIENCE IN SOCIOLOGY AND ECONOMICS**

AGEC/ECON 415: ECONOMIC OF INDUSTRY

STREAMS: B.SC (AGRIC ECON & SOCI ECON)

TIME: 2 HOURS

DAY/DATE: MONDAY 15/12/2014

2.30 P.M. – 4.30 P.M.

INSTRUCTIONS:

ANSWER ALL QUESTIONS IN SECTION A AND ANY OTHER TWO IN SECTION B

SECTION A: COMPULSORY

1. a) Explain on the concept industrial economics as per the economist [5 marks]
- b) Describe the planning process and show its relevance in the development of industries in any economy [10 marks]
- c) Elaborate on the key relevant factors you can advise on resource allocation to the industrial economy [7 marks]
- d) Detail the key roles of a firm in the industrial development of the economy [7 marks]

SECTION B: ANSWER ANY TWO QUESTIONS

2. Describe the production process of any industry and show the impact of the expansion paths on the following:
 - a) Vertical integration
 - b) Diversification in an economy [20 marks]
3. Market is key determinant in any industrial development of any economy. Discuss [20 marks]
4. Give description of a policy process and show its relevant in the sustainability of an industry growth and development of an economy of your choice [20 marks]

5. Explain the relevance of the study of industrial economics in the advancement of the economy in the developing world.
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