



SOUTH EASTERN UNIVERSITY COLLEGE
(A Constituent College of the University of Nairobi)

UNIVERSITY EXAMINATIONS

Third Year first Semester, 2012/2013 Academic Year

Bachelor Science in Agriculture

Bachelor Science in Range Management

AEC 303: Development Economics

Date: 7th August 2012

Duration: 2 Hours

Instructions to Candidates

- a) Answer Question **one**
- b) And other any **TWO** Questions

- Q1. a) Explain the characteristic of under development (10 marks)
b) State the characteristics of take off stage as advocated by A. Rostow (10 marks)
c) Industrialization at the expense of agriculture would simply stall the entire economic system rather than getting it to "take off". Discuss this statement in relation to Kenya. (10 marks)
- Q2. a) why is the market-directed economy considered to be the best policy option for LDCs. (10 marks)
b) Discuss the relevance of Keynesian theory to Kenya. (10 marks)
- Q3. a) Explain the vicious cycle of poverty. (8 marks)
b) Critically examine the unbalanced growth theory of development (12 marks)
- Q4. Discuss the determinants of economic growth. (20 marks)
- Q5. a) Explain the benefits which can be derived from economic integration (10 marks)
b) How does direct private foreign investment bear on economic development (10 marks)