



**MASENO UNIVERSITY**  
**UNIVERSITY EXAMINATIONS 2015/2016**

SECOND YEAR SECOND SEMESTER EXAMINATIONS FOR THE  
DEGREE OF MASTER OF EDUCATION IN PLANNING AND  
ECONOMICS OF EDUCATION

(CITY CAMPUS-SCHOOL BASED)

EMA 850: HUMAN CAPITAL IN ECONOMICS OF  
EDUCATION

Date: 15<sup>th</sup> December, 2015

Time: 9.00 - 12.00 noon

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**INSTRUCTIONS:**

- Answer question ONE and any other TWO questions.

(CITY CAMPUS)

**EMA 850: HUMAN CAPITAL IN ECONOMICS OF EDUCATION**

**Instructions:** Answer Question 1 and any other two questions

**Question 1 (Compulsory)**

1. Discuss the factors that influence the supply and demand for labour in Kenya  
(20 marks)
2. a) Distinguish between physical and human capital (6 marks)  
b) Examine the reasons why the Government of Kenya spends less in higher education compared to primary education (14 marks)
3. a) Using illustrations explain the meaning of age earnings profiles (10 marks)  
b) Describe the contribution of education to rural development in developing countries (20 marks)
4. Education is both consumption and investment. Discuss this statement using examples from developing countries (20 marks)
5. a) Explain the meaning of human capital (5 marks)  
b) Discuss the objections to human capital theory (15 marks)