

FACULTY OF MANAGEMENT SCIENCES

DEPARTMENT OF ACCOUNTING, ECONOMICS AND FINANCE

QUALIFICATION: BACHELOR OF ECONOMICS			
QUALIFICATION CODE: O7BEC0 LEVEL: 7			
COURSE CODE: DEC712S	COURSE NAME: DEVELOPMENT ECONOMICS		
SESSION: JANUARY 2020	PAPER: THEORY		
DURATION: 3 HOURS	MARKS: 100		

SECOND OPPORTUNITY EXAMINATION QUESTION PAPER			
EXAMINER(S)	Ms Kasnath Kavezeri Mr Anthony Adeyanju		
MODERATOR:	Mr Immanuel Nashivela		

INSTRUCTIONS			
1.	Answer ALL the questions.		
2.	Write clearly and neatly.		
3.	Number the answers clearly.		

PERMISSIBLE MATERIALS

- 1. Pens/pencils/erasers
- 2. Calculator
- 3. Ruler

THIS QUESTION PAPER CONSISTS OF 2 PAGES (Including this front page)

QUESTION 1

[25 Marks]

1. Table 1 below provides country statistics for three Sub-Saharan African countries. Use the statistics and goalposts in Table 2 to compute the human development index for The **Gambia**. (17)

Table 1

		Adult literacy	Life e	expectancy	Combined gross
Country	GDP (US\$)	rate (%)	(years)	. ,	enrolment (%)
The Gambia	800	55	45		62
Namibia	7800	95	52		91
Lesotho	2000	90	52		85

Table 2

		Adult literacy	Life expectancy	Combined gross
Country	GDP (US\$)	rate (%)	(years)	enrolment (%)
The Gambia	800	55	45	62
Namibia	7800	95	52	91
Lesotho	2000	90	52	85

2. Describe the main assumptions of the Harrod-Domar growth model. (8)

QUESTION 2

- 1. With the aid of a diagram explain the Inverted U-hypothesis by Simon Kuznet. (11)
- 2. Describe the elements of comprehensive migration and employment strategy. (14)

QUESTION 3 [25 Marks]

[25 Marks]

Broadly discuss the characteristics of Less Developed Countries. (25)

QUESTION 4 [25 Marks]

A major model of economic growth was published by an American economist, Walt Whitman Rostow in 1960. Broadly explain this model on various basic stages for a country to attain development. (25)