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**GARISSA UNIVERSITY**

**UNIVERSITY EXAMINATION 2020/2021 ACADEMIC YEAR TWO**

**SECOND SEMESTER EXAMINATION**

**SCHOOL OF BUSINESS AND ECONOMICS**

**FOR THE DEGREE OF BACHELOR OF BUSINESS MANAGEMENT**

**COURSE CODE: ECO 211**

**COURSE TITLE: ISSUES IN AFRICAN ECONOMIC PROBLEMS**

**EXAMINATION DURATION: 2 HOURS**

**DATE: 02/04/2021 TIME: 3.00-5.00 PM**

**INSTRUCTION TO CANDIDATES**

* **The examination has FIVE (5) questions**
* **Question ONE (1) is COMPULSORY**
* **Choose any other TWO (2) questions from the remaining FOUR (4) questions**
* **Use sketch diagrams to illustrate your answer whenever necessary**
* **Do not carry mobile phones or any other written materials in examination room**
* **Do not write on this paper**

**This paper consists of TWO (2) printed pages *please turn over***

**QUESTION ONE (COMPULSORY)**

1. Most of the people in developing countries live on less than 1.25 dollars a day. Explain the causes for this scenario. [6 marks]
2. Despite being the mainstay of Kenya, agriculture faces some challenges. Discuss. [6 marks]
3. Rural-urban migration is a common occurrence in Kenya. Explain the reasons for this phenomenon. [6 marks]
4. Briefly discuss the challenges of foreign direct investment in Kenya and avenues for opportunities and prospects. [6 marks]
5. Inflation continues to ravage Kenya’s economy as the general price level continues to rise each year. Explain causes for such price rise. [6 marks]

**QUESTION TWO**

1. Kenya continues to lag behind as a foreign direct investment destination compared to her neighbors. Discuss. [8 marks]
2. Explain the characteristics of developing countries [12 marks]

**QUESTION THREE**

1. Explain the causes of unemployment in Kenya [10 marks]
2. Explain some of the steps the Government of Kenya can adopt to avert unemployment. [10 marks]

**QUESTION FOUR**

1. Describe the state of Kenya’s health sector [8 marks]
2. Kenya’s economic problems are more than the eye can meet. Explain. [12 marks]

**QUESTION FIVE**

1. What do you understand by a Multination Corporation? [2 marks]
2. Discuss the pros and cons of private foreign investment in Africa [18 marks]