



MASENO UNIVERSITY
UNIVERSITY EXAMINATIONS 2015/2016

**SECOND YEAR FIRST SEMESTER EXAMINATION FOR THE DEGREE
OF BACHELOR OF ARTS IN DEVELOPMENT STUDIES WITH
INFORMATION TECHNOLOGY**

MAIN CAMPUS

DDS 201: THEORIES AND STRATEGIES OF DEVELOPMENT

Date: 7th January, 2016

Time: 11.00 - 1.00pm

INSTRUCTIONS:

- Answer Question ONE (Compulsory) and any other TWO Questions one from each section.

1.
 - a. Discuss Harrod-Domar Growth model.
 - b. Using a diagram that illustrates the model, explain its limitations.

Section A

2.
 - a. Define the concept of "terms of trade" (ToT). How have terms of trade changed over time for developing countries?
 - b. At the light of these changes, what would you recommend to developing countries?
3.
 - a. What do we mean by "market failure"?
 - b. Describe types of market failure, with particular focus on "coordination failures", in the light of developing countries' experience.

Section B

4.
 - a. What are "import substitution" strategies of industrialization?
 - b. Explain the limitations of these strategies in developing countries.
5.
 - a. What are "export promotion" strategies of development?
 - b. Explain the limitations of these strategies in sub-Saharan Africa.