



MURANGA UNIVERSITY COLLEGE

(A constituent College of Jomo Kenyatta University of Agriculture & Technology)

MAIN CAMPUS

SUPPLEMENTARY UNIVERSITY EXAMINATIONS

2015/2016 ACADEMIC YEAR

FOR THE DIPLOMA

IN

COOPERATIVE MANAGEMENT

COURSE CODE: BS1107

COURSE TITLE: ECONOMICS

TIME: 2 HOURS.

INSTRUCTIONS TO CANDIDATES

Question ONE (1) is compulsory
Answer any other TWO (2) questions

MRUC observes ZERO tolerance to examination irregularities



QUESTION ONE

- a) State FIVE characteristics of human wants. (5 marks.)
- b) State five functions of money. (5 marks.)
- c) Overpopulation has been major effects. Discuss FIVE solutions to overpopulation. (10 marks.)
- d) Discuss FIVE causes of unemployment. (10 marks.)

QUESTION TWO.

- a) Discuss at least SIX functions of commercial banks. (12 Marks.)
- b) Distinguish between the following market structures:
 - i. Monopoly and monopolistic competition.
 - ii. Oligopoly and Duopoly. (8 marks.)

QUESTION THREE.

- a) Sometimes demand for one commodity is affected by the changes in the demand for other commodities. Discuss the various forms of interrelated demands. (12 marks.)
- b) State at least FOUR limitations of consumer sovereignty. (8 marks.)

QUESTION FOUR.

- a) Define efficiency of labour and Factors affecting efficiency of labour. (10 marks.)
- b) Discuss at least FIVE causes of inflation. (10 marks.)