



KISII UNIVERSITY
UNIVERSITY EXAMINATIONS

FIRST YEAR EXAMINATION FOR THE AWARD OF THE DEGREE
OF DOCTOR OF PHILOSOPHY IN DEVELOPMENT STUDIES
FIRST SEMESTER, 2023/2024
[NOVEMBER, 2023]

DDS 903: DEVELOPMENT PLANNING AND POLICY

STREAM: Y1S1

TIME: 3 HOURS

DAY: MONDAY, 9:00-12:00 P.M.

DATE: 20/11/2023

INSTRUCTIONS

- 1. Do not write anything on this question paper.**
- 2. Answer Any THREE Questions.**

QUESTION ONE (25MKS)

The development and policy concerns are aimed at the economic growth of a country. The policy makers mainly look at the monetary and fiscal variables.

- a) Define and explain how the listed monetary variables affects the economic growth of a country
 - I. Expansionary monetary policy
 - II. contractionary monetary policy
- b) What are the major challenges facing policy makers when dealing with monetary policy under open economy?

QUESTION TWO (25MKS)

Given the national income framework as;

$$Y=C+I+G+X-M$$

- I. identify the variables
- II. state the policies the government can apply to change the growth of national economic growth

QUESTION THREE (25 MKS)

The major policy objectives facing any country in the world are economic growth, employment, equality and stability. The issues are reflected in the social and political philosophy of the governments. Discuss the major issues that must be taken into consideration before the choice of policy.

QUESTION FOUR (25MARKS)

- a) Discuss the classical and Keynesian models in solving the macroeconomic problems that affect economic development.
- b) What are the major differences between the two models?
- c) In your own opinion which model will you recommend, give reasons.