



# MACHAKOS UNIVERSITY COLLEGE

(A Constituent College of Kenyatta University)

University Examinations 2013/2014

SCHOOL OF BUSINESS AND ECONOMICS

DEPARTMENT OF ACCOUNTING AND SECRETARIAL

**Examination for Dip I secretarial studies**

**ECONOMICS**

Date: 23/7/2014

Time: 8:00 am

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**ANSWER ALL QUESTIONS**

1. Explain five effects of population growth on the economy. (10 marks)
2. Explain the various types of inflation that can be experienced by any country. (10 marks)
3. In imposing tax, certain conditions must be fulfilled. Briefly highlight such principles. (10 marks)
4. For anything to be generally acceptable as a medium of exchange, it has to bear some characteristics. Elaborate. (10 marks)
5. Any country is likely to experience some problems in its attempt to fairly distribute the natural income. Clearly explain the causes of this problem. (10 marks)
6. Define the following terms
  - i. Growth rate
  - ii. Population density
  - iii. Under population
  - iv. Over population
  - v. Optimum population (10 marks)
7. Explain the causes of structural unemployment in any country. (10 marks)