

**THE NATIONAL UNIVERSITY OF LESOTHO**  
**DEPARTMENT OF DEVELOPMENT STUDIES**  
**BA AND BED EXAMINATIONS**  
**SUPPLEMENTARY EXAMINATION**  
**DS 1302: INTRODUCTION TO DEVELOPMENT ECONOMICS**

**AUGUST 2023**

**MARKS: 100**

**TIME: 3 HOURS**

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***INSTRUCTIONS:***

**SECTION A**

**SECTION B : ANSWER ONE (1) QUESTION**

**Marks will be awarded for:**

- **Good use of empirical illustrations**
  - **Critical thinking and analysis**
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**SECTION A: ANSWER ALL QUESTIONS**

1. Define the following terms:
  - i) Economic development (2)
  - ii) Demand (2)
  - iii) Supply (2)
  - iv) Inflation (2)
  - v) Full employment (2)
2. Write the following acronyms in full: LDCs, SSA, SADC, EU, IMF, FDI, LNDC, HDI, GDP and GNP. (10)
3. Mention three (3) countries found in Sub-Saharan African region. (3)
4. Mention three (3) examples of major Developed Countries in the world. (3)
5. State five characteristics of Developing Countries. (5)
6. Define monopoly and give three (3) examples of famous monopolies in Southern Africa. (5)
7. Explain the two (2) sectors of Lewis model of economic growth. (4)
8. Explain Rostow's five (5) stages of economic growth. (10)
9. Explain five (5) determinants of economic growth. (10)
10. Differentiate between perfect and imperfect competition. (10)

**SECTION B: ANSWER ONE ESSAY QUESTION**

1. Discuss the differences between microeconomics and macroeconomics. (30)
2. Discuss the opportunities and challenges of Multi-National Corporations (MNCs) in developing countries. (30)
3. Discuss the main economic factors that distinguish the level of development between developed and developing nations. (30)