BINDURA UNIVERSITY OF SCIENCE EDUCATION

FACULTY OF COMMERCE

DEPARTMENT: ECONOMICS

PROGRAMME: MASTER OF SCIENCE DEGREE IN ECONOMICS

COURSE CODE MEC506 (3) : CONTEMPORARY ISSUES IN FINANCIAL ECONOMICS
MEC530 (3) : DEVELOPMENT FINANCE

DURATION: 3 HOURS   TOTAL MARKS: 100

INSTRUCTIONS TO CANDIDATES

1. This paper carries six questions
2. Answer any four (4) questions.
3. All questions carry 25 marks.
4. Cellphones are not allowed in the examination room.

QUESTION 1
Describe the countercyclical role of National Development Banks with an application to Zimbabwe.   (25 marks)

QUESTION 2
Compare and contrast the role of national developmental banks between developed and developing countries.   (25 marks)

QUESTION 3
Discuss the notion that DFIs risk crowding out private capital.   (25 marks)

QUESTION 4
Examine the political risks facing DFIs when dealing with Zimbabwe. (25 marks)

QUESTION 5
Evaluate the potency of any four conventional infrastructure financing models in developing countries like Zimbabwe.   (25 marks)

QUESTION 6
Describe the balanced accumulation of "Four Capitals" theory.   (25 marks)

END OF PAPER