

BINDURA UNIVERSITY OF SCIENCE EDUCATION
FACULTY OF COMMERCE
DEPARTMENT OF ECONOMICS
BACHELOR OF SCIENCE DEGREE IN ECONOMICS
BACHELOR OF COMMERCE DEGREE IN HUMAN CAPITAL
LABOUR ECONOMICS: EC201/ HCM205 (1)
EXAMINATION DURATION 3 HOURS

INSTRUCTIONS

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.
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Question 1

Examine the role that international labour migration can play in the flexibility of a host nation's labour markets. **[25 marks]**

Question 2

Using relevant examples, discuss the major problems faced by labour unions in Zimbabwe in their endeavor to carry out their mandate. **[25 marks]**

Question 3

Using practical examples discuss FIVE factors that can influence labour productivity. **[25 marks]**

Question 4

Using relevant examples, explain any three types of unemployment prevalent in Zimbabwe and suggest strategies to reduce it. **[25 marks]**

Question 5

- a) Discuss the key factors that influence the labor supply and labor demand decisions of individuals. **[15 marks]**
- b) Analyze how changes in these factors can lead to shifts in the labor market equilibrium. **[10 marks]**

Question 6

Using the efficiency wage hypothesis, discuss the statement that "Under certain circumstance a wage increase could lead to an increase in productivity" **[25 marks]**

END OF PAPER