



NATIONAL UNIVERSITY OF SCIENCE AND TECHNOLOGY

FACULTY OF COMMERCE

DEPARTMENT OF BANKING

BACHELOR OF COMMERCE HONOURS DEGREE IN BANKING

BANKING AND DEVELOPMENT I

CBA 4101

SUPPLEMENTARY EXAMINATION

JULY 2015

TIME: 3 HOURS

INSTRUCTIONS TO CANDIDATES

- Answer any four (4) questions.
- Start the answer to each full question on a fresh page of the answer sheet.
- All calculations are to be presented in good style and workings should be shown.

INFORMATION FOR CANDIDATES

- Each question carries 25 marks
- Use of calculators is permissible
- The businesses in this question paper are intended to be fictitious.

This paper consists of 2 printed pages

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[TURN OVER]

QUESTION ONE

- a) Discuss the distinction between low levels of living and low per capita income.
[12 marks]
- b) Explain the relationship among health, labour productivity and income levels.
[13 marks]

TOTAL

[25 MARKS]

QUESTION TWO

Evaluate the implication of the structure of the Zimbabwean financial system on economic development.**[25 Marks]**

QUESTION THREE

Discuss the possible causes of high loan defaults in the agricultural sector in Zimbabwe.

[25 Marks]

QUESTION FOUR

Assess the feasibility of promoting rural citizens' financial inclusion on the Zimbabwe Stock Exchange.**[25 Marks]**

QUESTION FIVE

In the context of development priorities, discuss the relative roles of the central bank, commercial banks, development banks, informal and unorganized sources of credit, and microfinance institutions.**[25 Marks]**

QUESTION SIX

Analyse the importance of finance in the growth and development of small to medium enterprises (SMEs).
[25 Marks]

