

NATIONAL UNIVERSITY OF SCIENCE AND TECHNOLOGY
FACULTY OF THE BUILT ENVIRONMENT

DEPARTMENT OF ARCHITECTURE
BACHELOR OF ARCHITECTURE (HONOURS) DEGREE

PART II – END OF FIRST SEMESTER EXAMINATIONS – JULY 2008
AAR2106 – INTRODUCTION TO ECONOMICS

Instructions

Time: 3 hours

Answer ALL Questions.

Question 1

Name 5 factors influencing the quantity of demand of a commodity, and the effect of any changes on the demand curve. [25]

Question 2

Given the following equation,

$$Q_d = 50 - 2P$$

$$Q_s = 2 + 14p$$

$$Q^* + Q_d = Q_s$$

- a) Calculate the equilibrium price P^* and Equilibrium quantity Q^* for this market.
b) Draw a diagram to illustrate this scenario. [25]

Question 3

What is the role of property in the urban economic of a Third World country. [25]

Question 4

Explain the impact of price controls on the Zimbabwe's

- a) basic commodities market.
b) the property market. [25]

Question 5

What are the roles of property, infrastructure and investment in the development of the urban economy. [25]