



**NATIONAL UNIVERSITY OF SCIENCE AND TECHNOLOGY**

**FACULTY OF THE BUILT ENVIRONMENT**

**DEPARTMENT OF ARCHITECTURE**

**INTRODUCTION TO ECONOMICS**

**AAR 2106**

**Examination Paper**

**December 2015**

This examination paper consists of 2 pages

**Time Allowed: 3 hours**

**Total Marks: 100**

**Special Requirements: NONE**

**Examiner's Name: Mr. T. Madyangove**

**INSTRUCTIONS**

1. Answer four (4) questions

**MARK ALLOCATION**

<b>QUESTION</b>	<b>MARKS</b>
1.	25
2.	25
3.	25
4.	25
5.	25
6.	25

### **QUESTION 1**

(a.) With the aid of examples, briefly discuss the functions of an economic system. **[10]**

(b.) Using the Production Possibility Curve (PPC), explain the concept of scarcity, choice and opportunity cost. **[15]**

### **QUESTION 2**

(a.) Outline the advantages and disadvantages of a command economic system. **[10]**

(b.) Using examples, justify the role of government intervention in a free market economy system. **[15]**

### **QUESTION 3**

Using diagrammatical illustrations, discuss any five factors that affect the demand of houses in Zimbabwe's urban areas. **[25]**

### **QUESTION 4**

Using examples critically analyse the effects of inflation on property industry development in Zimbabwe. **[25]**

### **QUESTION 5**

(a.) To what extent is the construction industry relevant in aiding the national economic growth and development of a country you have studied **[15]**

b). With the aid of examples, briefly describe urban economy illustrating its relationship with the national economy **[10]**

### **QUESTION 6**

Using examples, discuss the role of Multinational Companies in Zimbabwe **[25]**