



JARAMOGI OGINGA ODINGA UNIVERSITY OF SCIENCE AND TECHNOLOGY

**SCHOOL OF EDUCATION, HUMANITIES AND SOCIAL
SCIENCES**

**UNIVERSITY EXAMINATION FOR THE DEGREE OF BACHELOR OF ARTS IN
DEVELOPMENT AND POLICY STUDIES**

1ST YEAR 2ND SEMESTER 2019/2020 ACADEMIC YEAR

RE-SIT/SPECIAL EXAMINATION

COURSE CODE: ZDZ 3422

COURSE TITLE: BASIC NATIONAL ACCOUNTING

EXAM VENUE:

STREAM: (BADPS)

DATE:

EXAM SESSION:

TIME: 2.00 HOURS

INSTRUCTIONS:

- 1. Answer Question ONE (COMPULSORY) and ANY other 2 questions.**
- 2. Candidates are advised not to write on the question paper.**
- 3. Candidates must hand in their answer booklets to the invigilator while in the examination room.**

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1. (a) Discuss three approaches used in calculation of Gross Domestic Product (6 Marks)
- (b) Discuss Five principles of the National Accounts Products (10 Marks)
- (c) Discuss the importance of National income (14 Marks)
2. (a) Discuss the principle of valuation of goods and services in Kenya. (8 Marks)
- (b) What are the main categories of valuation methods (4 Marks)
- (c) Measurements issues of output of production in Kenya are diverse. Discuss four of them and their solutions (8 Marks)
3. Write notes on the following
- (a) Balance of Payment (4 Marks)
- (b) Market Prices vs factor cost (4 Marks)
- (c) Gross Domestic Product vs. National Gross Income (4 Marks)
- (d) Factors of production (4 Marks)
- (e) Government sending (4 Marks)
4. Discuss Institutional sector accounts with practical examples in our country Kenya (20 Marks)
5. Discuss criticism to Gross Domestic Products GDP as an indicator to the welfare of an Economy (20 Marks)