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THE UNIVERSITY OF SWAZILAND



FACULTY OF AGRICULTURE AND CONSUMER SCIENCES

FINAL EXAMINATION PAPER

PROGRAMME: B.SC. IN AGRICULTURAL ECONOMICS
AND AGRIBUSINESS MANAGEMENT YR 4

COURSE CODE: AEM 407

TITLE OF PAPER: AGRICULTURAL AND FOOD POLICY

TIME ALLOWED: TWO HOURS

INSTRUCTIONS: ANSWER ALL FOUR (4) QUESTIONS

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GRANTED BY THE CHIEF INVIGILATOR**

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Question One [25 Marks]

- a. List and discuss how the agricultural sector contributes to economic growth.[15]
- b. Discuss the phases of policy formulation. [10]

Question Two [25 Marks]

- a. With an aid of diagrams, discuss the effects of administered prices.[15]
- b. Discuss how the supply of money affects the economy. [10]

Question Three [25 Marks]

- a. Briefly explain the effects of the following policies on agricultural sector.
 - i. Tariffs [5]
 - ii. Export taxes [5]
 - iii. Import quotas [5]
 - iv. Input subsidies [5]
- b. Explain how government controls the supply of money.[5]

Question Four [25 Marks]

- a. Discuss with an aid of examples where possible why government intervenes in the agricultural sector.[15]
- b. Explain the effects of not having a proper land policy on the agricultural sector.[10]