



REFORMED CHURCH UNIVERSITY

FACULTY OF COMMERCE

**BACHELOR OF COMMERCE HONOURS DEGREE IN LOGISTICS AND
SUPPLY CHAIN MANAGEMENT**

TRANSPORT ECONOMICS

HLSM 232

PART 2 SEMESTER 1 EXAMINATION

TOTAL MARKS [100]

DATE: JULY 2022

TIME: 3 HOURS

INSTRUCTIONS

1. This paper has *six (6)* questions
2. Answer question *one (1)* and *any* other *three (3)*
3. Each question carries *25 marks*
4. Start each question on a new page

- 1) 'The transport sector in Zimbabwe is too sensitive a sector to be left entirely in private hands' Discuss. (25)
- 2) Examine any five sources of road and rail infrastructure financing in the Zimbabwean context. (25)
- 3) With the aid of a diagram explain how the Production Possibility Curve may be used to resolve economic problems of scarcity, choice and opportunity cost (25 Marks)
- 4) a) Examine the determinants of price in a transport market. (12)
b) Explain any 3 transport price controls. (13)
- 5) Explain the following terms as used in transport economics:
 - a) Oligopoly (5)
 - b) Monopoly (5)
 - c) Transport finance (5)
 - d) Transport demand (5)
 - e) Theory of Production (5)
- 6) Discuss the effects of poor transport infrastructure on the economy. (25)

End of Paper