

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

**EXAMINATION FOR THE AWARD OF DEGREE OF BACHELOR OF
PROCUREMENT AND LOGISTICS MANAGEMENT AND BACHELOR OF
COMMERCE (PURCHASING OPTION)**

BPSM/BPLM 425: TRANSPORT ECONOMICS

STREAMS: Y4S1

TIME: 2 HOURS

DAY/DATE: TUESDAY 23/03/2021

2.30 P.M – 4.30 P.M

INSTRUCTIONS:

Answer question one (compulsory) and any other two questions

QUESTION ONE

- (a) Explain 5 challenges of air transport in Kenya. [10 marks]
- (b) Explain 5 circumstance under which a monopoly in the Kenyan air transport would be ideal. [10 marks]
- (c) Enumerate 5 challenges of regulating railway transport in Kenya. [10 marks]

QUESTION TWO

- (a) Using examples, explain 5 factors affecting the supply for water transport in Kenya. [10 marks]
- (b) Describe 5 difficulties in privatizing the Kenyan transport sector. [10 marks]

QUESTION THREE

- (a) Explain 5 public costs of transport using examples. [10 marks]
- (b) Analyze 5 benefits of promoting railway as a mode of transport in Kenya. [10 marks]

QUESTION FOUR

- (a) Discuss 5 economic benefits of a good water transport system in Kenya. [10 marks]
 - (b) Explain 5 methods of appraising transport systems. [10 marks]
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