



“Investing in Africa’s future”

COLLEGE OF BUSINESS, PEACE LEADERSHIP AND GOVERNANCE

NPSM535: PUBLIC FINANCE

END OF FIRST SEMESTER FINAL EXAMINATIONS

NOVEMBER 2021

LECTURER: DR T. CHINODA

TIME: 5 HOURS

INSTRUCTIONS

Answer one question

All questions carries equal marks.

DO NOT repeat material.

Question 1

Using illustrative examples, outline the merits and demerits of the cost benefit analysis, the present value and internal rate of return as tools for valuing public sector projects. { 100 marks }

Question 2

- a) Discuss the ingredients that are needed for Zimbabwe's development. { 100 marks }

Question 3

Using partial equilibrium analysis and clearly labelled diagrams, compare the incidence of a unit tax to that of an ad valorem tax. { 100 marks }

Question 4

- a) Discuss the steps the Government can take on the political and foreign policy fronts to merit debt cancellation? { 50 marks }
- b) Outline the causes of the increase in public expenditure in Zimbabwe with the aid of examples { 50 marks }