



**MUNHUMUTAPA SCHOOL OF COMMERCE**

**DEPARTMENT OF ECONOMICS**

**MAIN EXAMINATION**

**BACHELOR OF COMMERCE DEGREE**

**PART 2 SEMESTER 2**

**TRANSPORT ECONOMICS**

**HEF424**

**DATE**

GREAT ZIMBABWE UNIVERSITY  
RECEIVED

**2024**

**DURATION**

-- NOV 2024

**3 HOURS**

EXAMINATIONS OFFICE

**INSTRUCTIONS TO CANDIDATES**

- 1. Answer any four questions*
- 2. All questions carry equal marks*
- 3. Start each answer on a fresh page*
- 4. Show all workings, where applicable*

## **QUESTION 1**

- (a) Explain how market failure exists in Transport. [10 marks]
- (b) Government measures to intervene in transport markets to correct market failure can be classified as demand or supply side. Explain and evaluate the demand and supply side policies. [15 marks]

**[Total 25 marks]**

## **QUESTION 2**

- (a) Explain how the costs associated with road traffic congestion lead to a misallocation of resources. [10 marks]
- (b) Discuss the effectiveness of increasing the supply of road space to reduce traffic congestion. [15 marks]

**[Total 25 marks]**

## **QUESTION 3**

- (a) Explain the main factors determining a manufacturer's choice between modes of freight transport. [10 marks]
- (b) Discuss the ways in which the government can promote more sustainability in Zimbabwe's freight transport policy. [15 marks]

**[Total 25 marks]**

## **QUESTION 4**

Discuss the relevance of transport economics concepts to developing countries.

**[Total 25 marks]**

## **QUESTION 5**

Discuss the 4 I's necessary for integration policy.

**[Total 25 marks]**

**END OF EXAMINATION**