# BINDURA UNIVERSITY OF SCIENCE EDUCATION

#### FACULTY OF AGRICULTURE AND ENVIRONMENTAL SCIENCE

**MFS 508** 

Department of Agricultural Economics, Education and Extension
MSc in Food Security and Sustainable Agriculture Part I Examination
Food and Agricultural Policy

00 Marks)

3 HOURS (100 Marks)

### INSTRUCTIONS TO CANDIDATE

Answer question **ONE** from **SECTION A** and any **TWO** questions from **SECTION B**.

# SECTION A (COMPULSORY)

1. (a) Discuss the Targeting Mechanisms that can be used in food distribution

[25 marks]

(b) Evaluate the welfare effect of a maize subsidy policy

[25 marks]

### **SECTION B**

- Discuss the implications of the Zimbabwe Fast Track Land Reform Programme to the development of the agricultural sector [25 marks]
- 3. Describe the nine pillars of the National Agricultural Policy Framework

[25 marks]

4. Table 1 below shows the policy analysis matrix for maize:

	Revenue	Tradable Inputs	Cost of non-tradable			Profit
			Labour	Capital	Land	
Private prices	7 230	966	1 680	402	1990	
Social prices	5 784	1 021	1 680	462	1609	
Divergences						

(a) Comp	plete the table on Policy Analysis Matrix for maize above.	[7 marks]
(b) Using	g information in the above table; calculate the following:	
i.	Private cost ratio.	[2 marks]
ii.	Domestic resource cost ratio.	[2 marks]
iii.	Nominal protection coefficient.	[2 marks]
iv.	Effective protection coefficient.	[2 marks]
v.	Profitability coefficient.	[2 marks]
vi.	Subsidy ratio to producers.	[2 marks]
(c) Comment on the value of output transfer.		[6 marks]

END OF PAPER