FACULTY	AGRICULTURE, ENGINEERING AND NATURAL SCIENCES		
SCHOOL	AGRICULTURE AND FISHERIES SCIENCE		
DEPARTMENT	ANIMAL PRODUCTION, AGRIBUSINESS AND ECONOMICS		
SUBJECT	AGRICULTURAL POLICY ANALYSIS		
SUBJECT CODE	AEC 3882		
DATE	NOVEMBER, 2023		
DURATION	3 HOURS	MARKS	100

SUPPLEMENTARY EXAMINATION

Examiners: Mr. M.M. Eiseb
Internal Moderator: Dr. S.K. Kalundu
External Moderator: Dr. T. Moyo

INSTRUCTIONS

1. **Answer all the questions.**
2. **All the questions carry equal (20) marks each.**
3. **Number your questions correctly and clearly.**
4. **This paper consists of TWO (2) pages including this cover page.**

QUESTION 1

a) A policy position indicates a conclusion as to what the role of government ought to be with respect to a particular problem or a set of circumstances. Based on this statement discuss the factors influencing policy position with respect to the Namibian situation. **[12]**

b) Briefly explain the role of economic principles in food and agricultural policy formulation in relation to the concept of elasticity. **[8]**

QUESTION 2

a) "The farm problem, like the world food problem, is also multidimensional, making it difficult to treat from a policy perspective. Of particular importance is the increasing relationship between farm issues and resource issues". Discuss this statement. **[12]**

b) Explain the concepts of normative versus positive statement and their relationship to food and agricultural policy formulation. **[8]**

QUESTION 3

a) Price instability is a major indicator of supply instability, and therefore price stability is a widely applied strategy to stabilize food supplies. Discuss this statement with specific reference to floor price. **[10]**

b) Do you think that the assumptions of the Pareto approach are realistic? Discuss briefly. **[10]**

QUESTION 4

Market failure is caused by an inefficient allocation of goods and services in the economy. In this case, an extra cost is incurred but not passed to the consumers. Critically discuss this statement. **[20]**

QUESTION 5

"In a world of scarcity, it is impossible to implement freedom for everyone. One person's freedoms and opportunities are a cost to another." Critically discuss the major sources responsible for the origin of the resource policy. **[20]**

END