

Question 3

- a. Discuss any five types of Market Failures in Health Care Economics (10 Marks)
- b. Describe any distinctive causes of the above (a) market failures (10 Marks)

Question 4 (may have a and b if the lecturer judges it necessary)

“ Health is a durable capital good which is inherited and depreciates over time.” Discuss this statement by applying the Grossman Model of investment in Health capital. (20 marks)

Question 5.

Kienyeji hospital has seen an increase in the demand for plastic surgery. In 2020 they performed 10 surgeries while in 2023 they performed 22 surgeries. The curve was found to be downward sloping supply curve. Discuss the:

- a. Changes on the curve with increase in surgeries due to monetary factors (10 marks)
- b. Changes in the curve due to non-monetary factors (10 Marks)

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