



University of Sri Jayewardenepura
Faculty of Humanities and Social Sciences

**Bachelor of Arts Fourth Year Second Semester Examination
January/ February- 2018**

Economics

ECON 4274.01 -Risk and Uncertainty

Time allowed: Two hours (02)

Answer any **four (04)** questions. All the questions carry equal marks-
80 marks allocated for the final exam and 20 marks for the continuous assessment.

1. Show the role of information in the economy and explain why the study of risk is important?
2. Why the asymmetric information would be a major source of market failure?
Discuss.
3. Write a short essay on how risk affects rural poverty levels in developing countries.
4. What are the (ex-ante) risk-management and (ex-post) risk-coping strategies in agricultural context?
5. What are the community-based risk management arrangements? Discuss this with Sri Lankan experience.