



## THE OPEN UNIVERSITY OF SRI LANKA DEPARTMENT OF SOCIAL STUDIES BA DEGREE IN SOCIAL SCIENCES – LEVEL 4 (OLD SYLLABUS) FINAL EXAMINATION – 2018/2019 SSU2206 HEALTH ECONOMICS



**DURATION: THREE (03) HOURS** 

Date: 24<sup>th</sup> February 2019 Time: 01.30 p.m. – 04.30 p.m.

## Instructions:

- > Answer any five (05) questions. Each question carries 20 marks.
- > Write your answers in clear hand writing. Mention the question no. clearly in the script.
- 1. (a) How would you define "Economics" and "Health Economics". Explain with appropriate examples.
  - (b) Is health care a commodity? Discuss.
- 2. Explain the framework of Health Economics.
- 3. (a) Describe the key methods of health care financing.
  - (b) Comment on the present health care financing methods in Sri Lanka.
- 4. (a) What is the purpose of economic evaluation?
  - (b) Describe two methods of economic evaluation.
- 5. Discuss the main goal of health care sector according to Alma Mata Declaration.
- 6. Explain the rationale behind the pricing formula introduced by the State Pharmaceutical Corporation in 1988.
- 7. (a) Illustrate on the perfectly competitive market model.
  - (b) How does health care sector differ from other sectors?
- 8. Discuss the positive and negative outcomes when public sector physicians are allowed to carry out private practice.
- 9. Write brief notes on the following.
  - (a) Moral hazards
  - (b) Adverse selection
  - (c) Asymmetric information
  - (d) Quality Adjusted Life Years

