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Name...............................

Reg. No...................................

THIRD SEMESTER M.A. DEGREE EXAMINATION, DECEMBER 2016

(CUCSS)

Economics

ECO 3C 10—GROWTH AND DEVELOPMENT

(2015 Admissions)

Time : Three Hours

Maximum : 36 Weightage

Part A

Answer **all** *questions.*

Each bunch of **four** *questions carries a weightage of* 1.

1. The balanced growth theory sees the primary cause of underdevelopment is the :

    (a) Small size of the market.

    (b) Foreign domination.

    (c) Low level of technology.

    (d) Lack of savings.

2. The economist who stressed the role of the entrepreneur in development was :

    (a) Hirschman.

    (b) Nurkse.

    (c) Rosenstein Rodan.

    (d) Schumpeter.

3. Which one of the following is not an assumption of Harrod-Domar Model ?

    (a) MPS is greater than APS.

    (b) MPS remains constant.

    (c) There is no depreciation of capital goods.

    (d) None of these.

4. "Theory of Economic Development" written by :

    (a) David Ricardo.

    (b) Paul Samuelson.

    (c) Nicholas Kaldor.

    (d) Joseph Schumpeter.

5. According to Myrdal, the main cause of regional inequalities in the underdeveloped countries has been :

    (a) Weak backwash effect and strong spread effects.

    (b) Weak backwash and spread effects.

    (c) Strong backwash and spread effects.

    (d) Strong back wash and weak spread effects.

Turn over

6. The Verdoon effect states that :

    (a) Faster productivity leads to increased exports.

    (b) Faster export growth leads to faster economic growth.

    (c) Faster growth of output leads to faster productivity growth.

    (d) Faster industrial growth leads to faster agricultural growth.

7. Limits to Growth is associated with :

    (a) Paul Ehrlich.   (b) Forrester.

    (c) Malthus.   (d) Meadows.

8. Marx's organic composition of capital is :

    (a) s/v.   (b) c/v.

    (c) $c + v$.   (d) $s + v$.

9. Neoclassical growth theory assumes :

    (a) Increasing returns to capital.   (b) Decreasing returns to capital.

    (c) Constant returns to capital.   (d) None of these.

10. Who put forward the theory of financial dualism ?

    (a) J.H. Boeke.   (b) B.Higgins.

    (c) A. Lewis.   (d) H.Myint.

11. The development process under capitalism has been described as 'Creative destruction' by :

    (a) Karl Marx.   (b) A.N Hansen.

    (c) R. Luxemburg.   (d) J. Schumpeter.

12. The developement itself perpetuates underdevelopment, a process called 'development of uderdevelopment' was given by :

    (a) Baran.   (b) Frank.

    (c) Amin.   (d) Santos.

(12 × ¼ = 3 weightage)

Part B (Very Short Answer Type Questions)

Answer any **five** *questions.*
Each question carries a weightage of 1.

13. Define knife edge equilibrium.

14. What is warranted rate of growth ?

15. What is Inverted U hypothesis ?

16. Explain the theory of surplus value.

17. What are the economic functions of environment ?

18. Differentiate between forward and backward linkages.

19. What is development gap ?

20. What is innovation ?

(5 × 1 = 5 weightage)

Part C (Short Answer Type Questions)

Answer any **eight** *questions.*
Each question carries a weightage of 2.

21. Write a note on Myrdal's theory of circular causation.

22. Explain the role of innovator in Schumpeterian model.

23. Distinguish between PQLI and HDI.

24. What are the prepositions of neo-classical growth theory ?

25. Write a note on gender dimensions of economic development.

26. Explain the components of sustainable development.

27. Differentiate between economic growth and economic development.

28. Explain convergence hypothesis.

29. Explain Kaldor's growth law.

30. Explain the concept of dualism.

31. What are the different forms of inequality ?

(8 × 2 = 16 weightage)

Part D (Essay Questions)

Answer any **three** *questions.*
Each question carries a weightage of 4.

32. Give a brief comparison between Schumpeter's theory of development and Marxian Theory.

33. Explain income inequality and its measures. What are the problems involved in measuring economic inequality ?

34. Explain the salient features of new endogenous growth theory.

35. Discuss the global environmental issues. Give solutions to these issues.

36. Make your comments on strategies of sustainable development.

(3 × 4 = 12 weightage)