

(6 pages)

Reg. No. : .....

Code No. : 5269

Sub. Code : ZESM 32

M.A. (CBCS) DEGREE EXAMINATION,  
NOVEMBER 2022.

Third Semester

Economics – Core

DEVELOPMENT ECONOMICS

(For those who joined in July 2021 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. According to instability of Harrod-Domar models leads, if  $G > G_w$ ,

- (a) Secular inflation
- (b) Secular stagnation
- (c) Frictional inflation
- (d) Frictional stagnation

2. Which of the following is not an assumption of Slow's model?

- (a) Price and Wages are flexible
- (b) The saving ratio is constant
- (c) Non-Neutral technical progress
- (d) Constant returns to scale

3. Who gave the concept of effective demand at first?

- (a) Adam Smith                      (b) David Ricardo
- (c) Karl Marx                        (d) Robert Malthus

4. According Marx to Stationary State indicates

- (a) Net investment is positive
- (b) Net investment is zero
- (c) Gross saving is positive
- (d) Net saving is negative

5. The concept of Balanced growth associates with

- (a) Rosenstein Rodan              (b) Hirschman
- (c) Fei-Ranis                        (d) Arthur Lewis

Page 2              Code No. : 5269



6. According to Lewis capitalists surplus arise due to  
 (a) Marginal productivity of labour is lesser than wage  
 (b) Marginal productivity of labour equals to wage  
 (c) Marginal productivity of labour is greater than wage  
 (d) Marginal productivity of labour is lesser than technology
7. Shadow price of the capital is determined by  
 (a) Demand for capital (b) Supply of capital  
 (c) Both (a) and (b) (d) Neither (a) nor (b)
8. Under cost – Benefit analysis costs and benefits are measured in terms of  
 (a) Opportunity prices (b) Accounting prices  
 (c) Market prices (d) Economic prices
9. A form of national economic planning in which a target is set for the growth of national output over a series of years  
 (a) Imperative planning  
 (b) Indicative planning  
 (c) Annual planning  
 (d) Perspective planning

Page 3

Code No. : 5269

10. Economic planning is not an idea of  
 (a) Socialism (b) Communism  
 (c) Capitalism (d) Mixed Economy

PART B — (5 × 5 = 25 marks)

Answer ALL questions, choosing either (a) or (b).

Each answer should not exceed 250 words.

11. (a) Differentiate economic growth from development.

Or

- (b) Explain the John Robinson's Golden age.

12. (a) Discuss the structural analysis of development.

Or

- (b) Briefly describe the Adam Smith contributions to economic development.

13. (a) Illustrate vicious circle of poverty.

Or

- (b) Expound the dependency theory of development.

Page 4

Code No. : 5269

[P.T.O.]





14. (a) Bring out the need for investment criteria.

Or

- (b) List out the limitations of cost benefit analysis.

15. (a) Enumerate the role of planning under capitalism.

Or

- (b) Sketch the merits and demerits of perspective and annual planning.

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b)  
Each answer should not exceed 600 words.

16. (a) Critically analyse the Harrod and Domar model.

Or

- (b) Explain the factors affecting economic growth.

17. (a) Examine the Ricardian model of distribution.

Or

- (b) Analyse the Schumpeter theory.

Page 5      Code No. : 5269

18. (a) Evaluate the Unlimited supply of labour theory of economic development.

Or

- (b) Examine the Big push theory.

19. (a) Summarise the need for investment criteria in developed countries.

Or

- (b) Give a detail note on internal rate of return criterion of cost benefit analysis.

20. (a) Review the objectives of planning.

Or

- (b) Elucidate the requisites for successful planning.

Page 6      Code No. : 5269

