

**THIRD SEMESTER M. A. DEGREE EXAMINATION, NOVEMBER 2021**  
**(Regular/Improvement/Supplementary)**

**ECONOMICS**  
**FECO3C10 - GROWTH AND DEVELOPMENT**

**Time: Three Hours**

**Maximum Weightage: 30**

**Part A: Multiple Choice Questions. All questions can be answered. Each carries  $\frac{1}{5}$  weightage.**

1. Gini coefficient of distribution is a better measure of:
  - a) Poverty
  - a) Unemployment
  - b) Inequality
  - c) Development
2. Vicious circle of poverty is a basic feature of:
  - b) Developed economy
  - c) Underdeveloped economy
  - d) Both a & b
  - e) None of the above
3. "A country is poor because it is poor". This statement is associated with .....
  - a) Myrdal
  - b) Keynes
  - c) Nurkse
  - d) Smith
4. The concept of disguised unemployment was introduced into the theory of underdevelopment was by .....
  - a) Ricardo
  - b) Malthus
  - c) Rosenstein Rodan
  - d) None of the above
5. Which among the followings are the conditions of the Take – off Stage?
  - a) Rate of investment over ten per cent
  - b) Development of leading sectors
  - c) Social, political framework
  - d) All the above
6. According to Lewis, underdeveloped countries have .....
  - a) Full employment
  - b) Dual economy
  - c) No savings
  - d) None of the above

**(P.T.O.)**

7. According to Leibenstein, every economy is under the influence of forces called .....
  - a) Shocks
  - b) Stimulants
  - c) Income generating forces
  - d) Both a & b
8. Who among the following is considered to be the chief advocate of balanced growth strategy?
  - a) A.O. Hirschman
  - b) Paul Streeten
  - c) Rosenstein Rodan
  - d) W.W. Rostow
9. The theory of technological dualism is associated with .....
  - a) Boeke
  - b) Myrdal
  - c) Myint
  - d) Higgins
10. Full capacity growth rate is otherwise known as .....
  - a) Natural growth rate
  - b) Actual growth rate
  - c) Warranted growth rate
  - d) None of the above
11. Kaldor model in its operation postulates basic functions like .....
  - a) Saving function
  - b) Investment function
  - c) Technical progress function
  - d) All the above
12. Which among the following statements is true regarding the Solow model of growth theory?
  - a) Constant capital output ratio
  - b) Absence of investment function
  - c) Given importance to the study of technical progress
  - d) Both A & C
13. Mahalanobis model of growth became the basis of India's .....
  - a) First five year plan
  - b) Second five year plan
  - c) Third five year plan
  - d) Both A & B
14. The major components of Human Poverty Index (HPI) are:
  - a) Life expectancy, Gross enrolment ratio & per capita income at purchasing power parity
  - b) Lack of longevity, Lack of Knowledge & Lack of Standard of living
  - c) Literacy, Decent living and maternal mortality
  - d) Political participation, Economic participation & Command over resources
15. The inverted U – shaped hypothesis of income distribution is otherwise known as .....
  - a) Lorenz curve
  - b) Trickle down strategy
  - c) Inequality strategy
  - d) None of the above

(15 × 1/5 = 3 weightage)

**Part B: Very short answer questions. All questions can be answered. Each carries *one* weightage (Ceiling 4 weightage).**

16. What do you mean by Lorenz Curve?
17. Explain Theil Index.
18. What do you mean by Solow residual?
19. Write a short note on Mrs. Robinson's notion of Golden Age.
20. Is population growth a curse or a blessing for India?
21. What do you mean by take-off?
22. Explain the quantity theory of money.
23. What is meant by social dualism?

**Part C: Short answer questions. All questions can be answered. Each carries *three* weightage (Ceiling 15 weightage).**

24. What do you mean by HDI? What are the steps involved in the calculation of HDI?
25. Briefly discuss Gini Coefficient of inequality.
26. Write a brief note on Solow's growth model.
27. Explain the Uzawa's two sector growth model.
28. Discuss the theory of Low- level equilibrium trap.
29. What do you mean by balanced growth? Briefly discuss how far it is suitable for attaining economic growth.
30. "Marxian theory of economic growth is a stage theory." Explain.
31. Discuss the theory of dualism.
32. Briefly discuss the classical approach to finance economic development.
33. Write a short note on Prior saving approach.

**Part D: Essay questions. All questions can be answered. Each carries *four* weightage (Ceiling 8 weightage).**

34. What do you mean by inequality? Elaborate the various measures of inequality.
35. Discuss the Harrod – Domar model of economic growth.
36. Critically examine the Leibenstein's Critical Minimum Effort thesis.
37. Explain Rostow's stage theory.