

MASTER OF ARTS (ECONOMICS)

Term-End Examination

December, 2007

**MEC-004 : ECONOMICS OF GROWTH AND
DEVELOPMENT**

Time : 3 hours

Maximum Marks : 100

Note : *Attempt questions from each section as directed.*

SECTION A

(Long Answer Questions)

Answer any **two** questions from this section. $2 \times 20 = 40$

1. What are the main sources of economic growth ? Discuss.
2. Discuss E.D. Domar's model of economic growth. How does it differ from Harrod's model of growth ?
3. Compare the theories of growth and distribution of Kalecki, Kaldor and Pasinetti.
4. What is the importance of human resources in economic development ? Explain the nature of population problem in developing countries.

SECTION B
(Medium Answer Questions)

Answer any **three** questions from this section. $3 \times 12 = 36$

5. Discuss the concept of poverty trap, using the framework of the Solow model.
6. Describe the structure of the Brock – Mirman model. How does the Real Business Cycle model build on this model ?
7. Describe the main features of credit markets in rural economies of developing nations.
8. Discuss the Big-Push theory of economic development.
9. Examine the relative merits of inward-looking and outward-looking strategies of international trade as a vehicle of development.

SECTION C
(Short Answer Questions)

Answer any **three** questions from this section. $3 \times 8 = 24$

10. Explain the concept of shadow price.
11. State the desirable properties that any suitable measure of income inequality should possess.
12. Distinguish between embodied and disembodied technical change.
13. Briefly distinguish between indicative and imperative planning.
14. Describe the features of globalisation.