

**M.A. (Previous)**  
**Economics of Growth and Development**

**Paper-III**

**Max. Marks : 100**

**Time : 3 Hours**

- Note :*
- (i) *Question paper will be consist of two sections A and B.*
  - (ii) *Section A will consists of two compulsory questions spread over the whole of syllabus. The first questions spread of 7 parts and the candidate will be required to attempt 5 parts. Answers will be very short type about 35 words carrying 4 marks each. The second question will consist of 3 parts and the condidate will be required to attempt 2 parts Answer will be short type of about 200 words carrying 10 marks each.*
  - (iii) *Section B of the paper will consist of 6 questions taking two from each Unit, and the candidate will be required to attempt 3 questions selecting one from each Unit. The answers will be full length essay type carrying 20 marks.*

**Unit-I:** Economic Growth, Economic development and sustainable development; Importance/role of Institutions-government and markets.

Perpetuation of underdevelopment-vicious circle of poverty circular causation, Structural view of underdevelopment.

Measurement of development-Conventional, Human development index and quality of life indices.

Factors affecting economic growth and development-Natural resources, capital, labour, technology, human resources development and infrastructure.

Theories of development: Classical, Marx, Schumpeter and structural analysis of development- imperfect market paradigm, Lewis model of development, Ranis-Fei model. Dependency theory of development.

**Unit-II:** **Approaches to development:** Balanced growth, Critical minimum effort, big push, unbalanced growth, low income equilibrium trap.

**Theories of economic growth:** Model of growth of job Robinson and Kaldor; Harrod Domar model, Instability of equilibrium, Neo-classical growth Solow's model; Steady state growth

Technical Progress-Hicks, Harrod and learning by doing production function approach to the determinants of growth.

**Cambridge criticism of neo-classical analysis of growth:** The Capital controversy.

**Unit-III** **Sectoral aspects of development:** Importance of agricultural and industry in economic development; Trade and development; trade as an engine of growth, two-gap analysis, Prebisch, Singer and Murd views, gains from trade and LDCs. Choice of techniques and appropriate technology; Investment criteria; Cost-benefit analysis.

Objects and role of monetary and fiscal policies in economic development; Indicators and measurement of poverty; Techniques of planning; Plan models in India; Planning in a market-oriented economy.

**Endogenous growth:** Role of education, Research and knowledge-explanation of cross country differentials in economic development and growth.