

Total number of printed pages-3

14 (ECO-2) 2046

2022

ECONOMICS

Paper : ECO-2046

(Development Economics)

Full Marks : 80

Time : Three hours

The figures in the margin indicate full marks for the questions.

1. Answer the following questions : 5×4=20
 - (a) How does the problem of debt servicing arise in a developing economy ?
 - (b) Why is the issue of educational financing important for a country ? What are the criteria used for judging the system of educational financing ?
 - (c) What do you mean by “secular deterioration in terms of trade” ?
 - (d) Mention *three* merits of aid.

Contd.

2. Answer **any three** of the following :

10×3=30

(a) Explain how watershed management can be regarded as an iterative process of integrated decision-making.

(b) Discuss the dual-gap analysis using the Harrod-Domar model.

(c) How are the indirect costs of education calculated ? Discuss the limitations of cost-benefit analysis as a tool to calculate the returns of education.

2+8=10

(d) Discuss the advantages and disadvantages of foreign direct investment on a developing country.

(e) What are indirect/dynamic gains from trade ? State the dynamic gains which accrue to the UDLs from international trade.

3. Answer **any two** of the following :

15×2=30

(a) How are the costs and benefits of health care calculated ? In the same context describe the cost-effectiveness analysis method of evaluating health care facilities.

10+5=15

- (b) Establish the hypothesis that differences in economic institutions is the most fundamental cause of differences in per capita incomes. Highlight some pitfalls of institutional reforms. $12+3=15$
- (c) Define 'Sustainable Development'. Explain the differences between weak sustainability and strong sustainability. Discuss the role of the state in environmental preservation. $3+4+8=15$
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