

2017
ECONOMICS
Paper : 2.5

DEVELOPMENT ECONOMICS -II

Full Marks: 80

Time: 3 hours

The figures in the margin indicate full marks for the questions

1. Answer the following questions :(within 50 words) 2 x 4 =8

- a) Define the commodity or net barter terms of trade?
- b) What is meant by comprehensive planning?
- c) What is portfolio investment?
- d) How do you define the social appraisal?

2. Answer the following questions :(within 100 words)

5 x 4 = 20

- a) Examine how does a single factoral term of trade differ from double factoral terms of trade?
- b) Why foreign direct investment preferable over foreign portfolio investment?
- c) Examine the importance of cash crops in commercialization of agriculture.
- d) Do you think poverty is the only responsible for environmental degradation? Discuss

3. **Answer any two of the following question:** $10 \times 2 = 20$
- a) What is development planning? Explain the rationale for development planning in a developing economy. $3 + 7 = 10$
 - b) Explain the role of state in preserving environmental degradation.
 - c) What is meant by barrier to agriculture? Explain the causes for low of agricultural productivity in underdeveloped economy. $3 + 7 = 10$
 - d) What do you mean by foreign aid? Examine the factors responsible for giving foreign aid. $3 + 7 = 10$
4. **Answer the following questions:** $16 \times 2 = 32$
- a) Explain how the technique of cost-benefit analysis can be used to allocate public resources at the project level.

Or

What is mean by flows of international financial resources? Examine the role of Foreign Direct Investment (FDI) in the economic development of the underdeveloped economy.

$4 + 12 = 16$

- b) What is sustainable development? Explain the role of developed and developing countries in controlling environmental degradation.

Or

What is commercialization of agriculture? Explain how agriculture growth acts as catalyst to industrial growth.

$6 + 10 = 16$
