

Eastern University, Sri Lanka
Faculty of Commerce and Management
Fourth Year Second Semester Examination in Bachelor of
Commerce/Specialization in Accounting and Finance-2016/2017
(March, 2019)(Proper/Repeat)

COC 4053 Development Problems and Policies

Answer any five questions

Time: Three Hours

- 1.
- i. What is meant by development? Distinguish between traditional and current measures of development (04 Marks)
 - ii. Is population equally distributed among the countries based on their land and economic size? Justify (06 Marks)
 - iii. List out the challenges faced by the countries to manage population growth (04 Marks)
 - iv. Briefly explain at least 5 policy measures that were implemented by the countries and international institutions to maintain optimum level of population growth. (06 Marks)
- (Total 20 Marks)
- 2.
- i. What is meant by Foreign Aid? List out the major classifications of foreign aid (05 Marks)
 - ii. Briefly explain the motives of foreign aid provided by the major donors to the developing countries. (07 Marks)
 - iii. Briefly explain at least 5 policy measures that could be productive to manage foreign aid. (08 Marks)
- (Total 20 Marks)
- 3.
- i. What is meant by Human Capital? Brief why human capital has become a vital factor in economic development scenario? (06 Marks)
 - ii. Briefly justify why Sri Lanka has policy for a long time in providing free health and education services for her people? (07 Marks)
 - iii. Briefly explain at least 5 possible policy initiatives to develop human capital in developing countries like Sri Lanka. (07 Marks)
- (Total 20 Marks)

- 4.
- i. Distinguish between Urban and Urbanization. Why urbanization is becoming vital issue in developing countries? (06 Marks)
 - ii. State how do following three concepts of urbanization are interconnected (08 Marks)
 1. Industrial Cluster
 2. Agglomeration economies
 3. Informal sector
 - iii. What are the policy steps that you would suggest to keep control of informal sector? Why? (06 Marks)
- (Total 20 Marks)**
- 5.
- i. How would you define 'Income inequality'? What is the difference between poverty and inequality? (07 Marks)
 - ii. Briefly explain how income inequality is measured. (06 Marks)
 - iii. Briefly discuss the policies that can be implemented to reduce the income inequality. (07 Marks)
- (Total 20 Marks)**
- 6.
- i. What is meant by international labour migration? How would you classify it? (05 Marks)
 - ii. Briefly explain the economic benefits to a country when it allows inward labour migration. (08 Marks)
 - iii. "Foreign remittance has been an important source of development in developing countries". Briefly justify pros and cons of foreign remittance. (07 Marks)
- (Total 20 Marks)**
- 7.
- i. What is meant by corruption? How is it measured? (06 Marks)
 - ii. Briefly explain how corruption impacts on economic development. (07 Marks)
 - iii. "As per the Transparency International-2018, the Corruption Perception Index for Sri Lanka is 89". Briefly discuss the policy imitative to eliminate corruption in various sectors in Sri Lanka. (07 Marks)
- (Total 20 Marks)**