

Eastern University, Sri Lanka
Faculty of Commerce and Management
Final Year Second Semester Examination in Bachelor of Commerce
Specialization in Accounting and Finance-2014/2015 (August 2017) (Proper/Repeat)

COC 4053: Development Problems and Policies

Time: 03 Hours

Answer all questions

- 1.
- i. What is meant by development? (03 Marks)
 - ii. How the traditional economics measures the development? (03 Marks)
 - iii. How political economics aligned with development? (03 Marks)
 - iv. What is the new view of development? (03 Marks)
 - v. Define the three objectives of development (04 Marks)
 - vi. Distinguish between development and sustainable development. (04 Marks)
- (Total 20 Marks)**
- 2.
- i. What is meant by income inequality? Briefly explain the relationship between income inequality and poverty. (05 Marks)
 - ii. Graphically explain how Lorenz curve analysis reveals income inequality in an economy. (05 Marks)
 - iii. Briefly explain why an economy should be concerned with inequality. (05 Marks)
 - iv. Discuss appropriate policies that likely minimize the income inequality. (05 Marks)
- (Total 20 Marks)**
- 3.
- i. State the issues in the trend and structure of the world population. (04 Marks)
 - ii. Briefly explain the negative consequences of rapid population growth in the developing countries. (05 Marks)
 - iii. Discuss appropriate policies that can be carried out by the developing and developed countries to overcome this issue. (05 Marks)
 - iv. "Population growth is a false issue deliberately created by dominant rich country agencies and institutions, to keep developing countries in their dependent condition". Do you agree this statement? Why? (06 Marks)
- (Total 20 Marks)**

- 4.
- i. What is meant by urbanization? List out the factors that serve as pushing and pulling factors of rural urban migration. (04 Marks)
 - ii. What is meant by urban informal sector? Briefly explain the role of urban informal sector in urban development. (05 Marks)
 - iii. Define human capital. How education and health sectors are closely connected with human capital development? (05 Marks)
 - iv. Briefly explain why human capital development is essential to the developing countries like Sri Lanka. (06 Marks)

(Total 20 Marks)

- 5.
- i. How would you address the trade-off between economic growth and environmental quality? (04 Marks)
 - ii. Briefly explain the sound policies that are being implemented by the world economies to minimize environmental issues. (06 Marks)
 - iii. Define foreign aid. List out the major classifications of foreign aid. (04 Marks)
 - iv. Does foreign aid work for the development? Discuss. (06 Marks)

(Total 20 Marks)