# EASTERN UNIVERSITY, SRI LANKA <br> FACULTY OF COMMERCE \& MANAGEMENT FINAL YEAR SECOND SEMESTER EKAMINATION IN BBA / COM 2008/2009 (March / April 2010) <br> Specialization in Human Resource Mgnt, Marketing Mgnt, (PROPER) <br> DDE 402 Development problem and policies 

## Answer all questions

Time: 03 hours

1. (a) Explain the nature of Development Economics.
(b) What are the traditional Economic measures of development?
(c) Can you give real examples of situations in which a country may be developing economically but still be underdeveloped?
(04 marks)
(d) Sen Identifies five sources of disparity between real Incomes and actual advantages. What are those five sources?
(08 marks)
(Total 20 marks)
2. (a) "The level and rate of growth of GNI (Gross National Income) and per capita Income do not provide accurate measures of a country's development". Explain with examples.
(08 marks)
(b) Illustrate the traditional theory of functional Income distribution with diagram.
(08 marks)
(c) What is meant by absolute poverty? As a measure of poverty Explain its limitations with examples
(04 marks)
(Total 20 marks)
3. (a) List and briefly describe the principal causes of high population growth in LDCs and the major consequences.
(08 marks)
(b) Explain why fertility rates are falling in some developing countries and not in others.
(04 marks)
(c) Illustrate the demographic transition in Western Europe with diagram.
4. Briefly explain the following
(a) Population, Resources, and the environment.
(b) Growth Versus Environment.
(c) Rural Development and the Environment.
(d) Urban Development and the Environment.
5. (a) "Some argue that the real reason why LDCs constructed development plans is to secure foreign aid" Do you agree? Give the reasons.
(b) Explain the conditions for successful planning in underdeveloped countries (08 marks)
(c) "Lack of political will is one of the reasons for the plan failure in many developing countries." Explain
