



# ST. FRANCIS DE SALES COLLEGE

A FRANSALIAN INSTITUTE OF HIGHER EDUCATION **AUTONOMOUS**

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## END SEMESTER EXAMINATION – AUGUST 2025

### ECONOMICS - II SEMESTER MA

### 24PMA23 – DEVELOPMENT ECONOMICS

**Time: 3 Hours**

**Max. Marks: 70**

**Instruction:** Answer should be written completely in English

#### SECTION – A

**Answer any TWO questions. Each question carries FIVE marks.**

**(2x5=10)**

1. How does the concept of the Lorenz curve to assess income inequality in a developing country.
2. State the changes in variables under Joan Robinson's model that cause the profit rate to increase.
3. Describe the human capabilities approach by Amartya Sen.
4. What are the objectives and functions of International Monetary Fund (IMF)?

#### SECTION - B

**Answer any THREE questions. Each question carries TEN marks.**

**(3x10=30)**

5. What is middle income trap according to World Development Report 2024? Analyse the status of inequality in India and around the World under recent World Inequality Report?
6. Bring out the importance of innovation and entrepreneur in Schumpeter's theory of economic development.
7. Explain the Myrdal's model of cumulative causation.
8. Discuss the factors affecting international capital movements.
9. Who has given the big push theory? Explain the big push theory owing to different kinds of indivisibility.



## SECTION -C

**Answer any TWO questions. Each question carries FIFTEEN marks. (2x15=30)**

10. Diagrammatically explain the path to development when: a) economy is unbalanced through SOC and b) economy is unbalanced through DPA.
11. Give an assessment about the Karl Marx's theory of crisis in a capitalist economy.
12. Analyse gender equality or inequality using previous and current gender indices under the Human Development Index (HDI).
13. Analyse the effectiveness of World Bank and International Monetary Fund (IMF) in developing countries.

