

**EASTERN UNIVERSITY SRI LANKA**  
**FACULTY OF COMMERCE & MANAGEMENT**  
**PART 111 EXAMINATION IN BBA/BCOM-2000/01(JUNE/JULY 2007)**

**EXTERNAL DEGREE PROGRAMME**

**BBA / COM 402 Economic Development & Planning**

Answer FIVE Questions selecting at least two from each part

Time: 03 hours

**Part I**

01. (a) What do you understand from the term “Development Economics” ?  
(04 marks)
- (b) Briefly explain Sen’s “Capabilities” approach related with Development.  
(08 marks)
- (c) Explain the three core values of development.  
(08 marks)
02. “In developing countries, general level of living tends to be very low for the vast majority of people.” Explain with example.  
(20 marks)
03. (a) Explain Gini Coefficient which is used to measure inequality of income, with diagram.  
(08 marks)
- (b) What developed countries can do for the improvement of global environment?  
(06 marks)
- (c) How can they help developing countries in their efforts to improve the environment of development ?  
(06 marks)
04. Briefly explain the following.
- (a) Rostow’s stages of Economic growth.
- (b) Lewis growth of labour surplus.  
(20 marks)



**Part II**

05. (a) "Planning came to be accepted as an essential and pivotal means of guiding and accelerating economic growth in all developing countries." – Discuss (08 marks)

(b) "Most development plans have been formulated and carried out in mixed economies." Explain with reasons. (12 marks)

06. Explain some fundamental arguments on which the acceptance of planning as a development tool rested on. (20 marks)

07. Explain the following related with economic planning.

(a) Aggregate growth model.

(b) Cost-benefit analysis.

(20 marks)

08. Explain the main causes for plan failures in underdeveloped countries, with regard to Sri Lankan context.

(20 marks)

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