PPSC Economics Topic 8 Development Economics

Sr	Questions	Answers Choice
1	The developing countries need to have a big push or big comprehensive package for economic development is the view of.	A. Nurkse B. M.P Todaro C. Rosenstein Rodan D. Leibenstein
2	R.M. Solow in his model assumes that the prices and wages are.	A. Flexible B. Non flexible C. Rigid D. None of these
3	More trade and more and is the demand made by the	A. Developing countries B. Developed countries C. More developed countries D. Non developing countries
4	If for the output of worth 1 million the stock of capital worth 4 million is required this will be.	A. capital profit ratio B. Output profit ration C. Capital output ratio D. Capital input ratio
5	According to Nurkse a balance growth a ncessary to.	A. Develop resources B. Develop capital C. Break vicious circle of poverty D. Develop infrastructure.
6	Historically countries at early stages of rapid economics development have tended to experience.	A. Trade deficits and an excess of investment over domestic saving. B. Trade surpluses and an excess of investment over domestic saving C. Trade deficits and an increase of domestic saving over investment. D. Trade surpluses and an excess of domestic saving over investment.
7	Following is the major source for a country to meet the deficiency of capital	A. Domestic saving B. Foreign aid C. Domestic barrowing D. All of these
8	Economic development in UDCs is not possible without.	A. Foreign aid B. Capital formation C. Natural resources D. Domestic saving
9	What characteristics is likely to increase population grotwth.	A. Family planning programs B. Old age social security C. Lack of women's empowerment D. Rapid economic growth
10	The Lorenz curve is used to show relative in equality in the distribution of.	A. Wages B. Income C. Wealth D. Profit
11	According to the balances growth theory	A. UDCs can be developed by foreign aid B. UDCs can be developed by national saving C. UDCs have to start from beginning D. DCS are responsible for the development of UDCs
12	One of the following is not a necessary characteristics of UDCs	A. Low saving ratio B. Low capital formation C. Disguised unemployment D. Insufficient human resources.
13	What explains Solow's surprise.	A. Diminishing returns to capital B. Insufficient assistance to developing countries C. Weak institutions D. low labor productivity
14	According to solo growth model capital and labor are.	A. Not substitution of each other B. Substation of each other

		C. Substation in a way D. All of these
15	The theory of Ruler -urben migraines presented by.	A. W.W. Roslow B. M.P.Todaro C. Simon Kuznets D. Nukse
16	Which of the following is NOT characteristics of underdeveloped nations.	A. Low per capita income B. Low growth rate of GNP C. General needs for substantive investment in the infrastructure D. Low population growth rates
17	The largest lenders to less developed countries are	A. Western government B. Multi lateral agencies C. Private banks D. Invidia investors who purchase government bonds
18	In Kaldor model saving income ratio in the growth process is considered.	A. Constant B. Positive C. Variable D. Negative
19	Economic development can be achieve through stages, is the theory of.	A. Rosenstein Rodan B. Leibstein C. W.W. Rostow D. M.P. Todaro
20	The conjecture that inequality first increases with development then decreases with further development has been	A. Strongly supported by most studies B. Supported mainly by cross section not time series studies. C. Supported mainly by time sereis not cross section studies D. Generally repudiated by empirical studies.