

## Economics - ICom Part 2 Principles of Economics Chapter 8 Short Questions Preparation

Q1. Write definition of a developing country stated by Prof. Nurkse.

**Ans 1:** " The underdeveloped countries are those which as compared on the advanced countries are under equipped with capital in relation to their population and natural resources.

Q2. Write definition of a developing country stated by Prof. Samuelson.

**Ans 1:** According to Prof. Samuelson, a developing country is one with real per capita income that is low relative to that in advanced countries U.S. , Japan and those in western Europe.

Q3. Write definition of economic development stated by Prof. Arthur Lewis.

**Ans 1:** " Economic development is a process whereby an economy's real national income increases over a long period of time and if the rate of development is greater than the rate of growth of population. then real per capita income will increase."

Q4. Write definition economic development stated by Prof. Kindleberger.

**Ans 1:** "Economic development implies both more output and changes in the technical and institutional arrangements by which it is produced and distributed."

Q5. Write five suggestions to increase per acre yield

**Ans 1:** 1- Modern methods of cultivation should be adopted.

**Ans 2:** 2- Better irrigation facilities should be provided

**Ans 3:** 3- Improved quality seeds should be used.

**Ans 4:** 4- Fertilizer should be used

**Ans 5:** 5- Water logging and salinity should be controlled.

Q6. Write the factors of economic development.

**Ans 1:** 1- Natural resources 2- Human resources 3- Capital formation

**Ans 2:** 4- Technology 5- Economic infrastructure 6- Social and cultural factors

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Q7. Write six main problems of agriculture sector.

**Ans 1:** 1- Water logging and salinity 2- Uneconomic pieces of land

**Ans 2:** 3- Shortage of water 4- Shortage of improved quality seeds

**Ans 3:** 5- Crop diseases 6- Shortage of capital

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Q8. On behalf of whom development board framed development program of six year Colombo plan in 1951

**Ans 1:** On behalf of Britain commonwealth for south east asian countries.

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Q9. Write five suggestions to solve the problems of industrial sector

**Ans 1:** 1- Banks and other financial institutions should be established to provide capital to industrialists

**Ans 2:** 2- Shortage of energy should be removed

**Ans 3:** 3- Concessions should be given in taxes

**Ans 4:** 4- Private sector should be encouraged

**Ans 5:** 5- Number of entrepreneurs should be increased.

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Q10. Write five main problems of industrial sector.

**Ans 1:** 1- Shortage of capital

**Ans 2:** 2- Shortage of raw material

**Ans 3:** 3- Shortage of trained labourers

**Ans 4:** 4- Shortage of energy

**Ans 5:** 5- Limited market

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