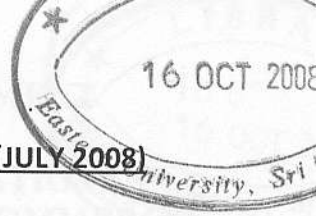


EASTERN UNIVERSITY, SRI LANKA
FACULTY OF COMMERCE & MANAGEMENT
FINAL YEAR SPECIAL EXAMINATION IN BBA / COM / ECON (JULY 2008)



ECN 4013 Economic Development and Planning

Answer all questions

Time : 03 hours

01. (a) Differentiate Development Economics from Traditional Economics. (08 marks)
- (b) What are the three core values of development? (08 marks)
- (c) Explain the three objectives of development. (04 marks)
02. (a) Explain the factors which caused for low levels of living in less developed countries. (08 marks)
- (b) Explain some other common characteristics of less developed countries. (12 marks)
03. (a) Briefly explain the Rostow's stages of Economic growth. (12 marks)
- (b) Explain the relationship between a Lorenz curve and a Gini coefficient with diagram. (08 marks)
04. (a) Explain the market failure argument related with the development planning in developing countries. (08 marks)
- (b) Describe the institutional setting of a mixed economy, and identify the two main components of development planning in that economic system (12 marks)
05. (a) Explain some of the major reasons for plan failure. (12 marks)
- (b) Which reasons do you think are mostly found in Sri Lankan planning? Explain with examples. (08 marks)
