

## PAPER-II ECONOMICS OF GROWTH AND DEVELOPMENT

(Questions will be from each Unit/Section)

- UNIT-I Economic Growth : Economic growth and development - factors** affecting economic growth; growth models- harrod and domar, instability of equilibrium; neo- classical growth models- Solow and Meade, Mrs. Joan Robinson's growth model; Cambridge criticism of Neo--Classical analysis of growth, Technological Progress embodied and disembodied technical progress; Hicks, Harrod;
- UNIT-II Theories of Development : Classical theory of Development -** Contributions of adam smith, Ricardo, Malthus and James Mill; Karl Marx and development of capitalistic Economy-theory of social change, surplus value and profit, Immutable laws of capitalist development; Crisis in Capitalism-Schumpeter and capitalistic development; role of credit, profit and degeneration of capitalism; structural analysis of development.
- UNIT-III Approaches to Development; Partial theories of growth and Development-** vicious circle of poverty, circular causation, unlimited, supply of labour, bush, balanced growth, unbalanced growth, critical minimum efforts thesis, low income equilibrium trap; Dualism- technical, behavioural and social.
- UNIT-IV Efficiency and productivity in agriculture, new technology and sustainable agriculture, globalization and agricultural growth; Rational and pattern of industrialization in Developing countries; Terms of trade between agriculture and industry; Labour market and their functioning in developing countries; International trade as engine of growth; Static and dynamic gains from trade; predischs, singer and mydral thesis vs free trade, Export-led growth; Dual gap analysis; Role of monetary and fiscal policies in developing countries- prior savings, inflation and growth empirical evidence; external resources FDI, aid vs. trade, technology inflow; MNC activity in developing countries; borrowings- domestic and external; burden of borrowing-IMF and World Bank Policies in developing countries.**
- UNIT-V Need for investment criteria in developing countries-** present vs., future, alternative investment criteria; Cost-benefit analysis, shadow prices, project evaluation and UNIDO guidelines; Need of Planning-Democratic, Decentralized and indicative planning, micro-level planning; review of Indian plan Models and planning.