Examination Period 3: 2017/18

DEV200218N

Module Title: Development Economics
Level: Five
Time Allowed: Two hours

Instructions to students:
- Enter your student number **not** your name on all answer books.
- Answer **three** out of **eight** questions.
- The use of calculators is **not** permitted.
- All questions are equally weighted.

<table>
<thead>
<tr>
<th>No. of Pages</th>
<th>2</th>
</tr>
</thead>
<tbody>
<tr>
<td>No. of Questions</td>
<td>8</td>
</tr>
</tbody>
</table>
Answer **three** out of **eight** questions.

1. Critically assess the view that investment by multinational companies in developing countries merely crowds out local companies.

2. Examine the view that unemployment and under-employment are the most serious obstacles to economic growth in many developing countries.

3. Should developing economies prioritise economic growth rather than development as such in their policies, as suggested by proponents of unbalanced growth and other theorists?

4. To what extent, if any, do you agree with the view that remittances from workers who have migrated to other countries are a crucial source of finance for development?

5. Do theories such as Rostow’s Stages of Growth provide a suitable recipe for poorer countries’ development efforts? Illustrate your answer with relevant examples.

6. ‘Developing countries should defy their comparative advantage to attempt to industrialise’. Assess this view with reference to the debate between Lin and Chang.

7. Do you agree with the view that the HIV/AIDS epidemic in sub-Saharan Africa has had little effect on economic growth and development in the region?

8. ‘Microfinance does more harm than good in many rural areas’. Discuss.