

FOURTH SEMESTER M.A. DEGREE EXAMINATION, JUNE 2016

(CUCSS)

Economics

ECO 4C 13—POLITICAL ECONOMY OF DEVELOPMENT

(2010 Admissions)

Time : Three Hours

Maximum : 36 Weightage

Part A

*Answer all the questions.**Each bunch of four questions carries a weightage of 1.*

(A) Multiple choice :

- 1 According to Marx, increase in the organic composition of capital leads to :
 - (a) Increase in the rate of growth.
 - (b) Increase in employment.
 - (c) Decrease in the rate of profit.
 - (d) Increase in the rate of profit.
- 2 In Rostow's theory, the drive to maturity ———.
 - (a) Starts the development process.
 - (b) Completes the development process.
 - (c) Comes before the take-off.
 - (d) Follows the take-off.
- 3 A capitalist economy adheres to the technique of planning by :

(a) Inducement.	(b) Direction.
(c) Central authority.	(d) None of these.
- 4 The development process under capitalism has been described as "creative destruction" by :

(a) Karl Marx.	(b) A. N. Hansen.
(c) David Ricardo.	(d) J. Schumpeter.

(B) Multiple choice :

- 5 The classical model of economic development emphasises ———.

(a) Laissez Fair poicy.	(b) Capital accumulation.
(c) Both (a) and (b).	(d) None of these.
- 6 Mercantilism was based on the ideology of :

(a) Regionalism.	(b) Globalisation.
(c) Nationalism.	(d) None of the above.

Turn over

7 For take-off stage to take place, minimum rate of investment needed is :

- 5 per cent.
- 7 per cent.
- 10 per cent.
- 20 per cent.

8 Which of the following is not necessarily a characteristic of an underdeveloped economy ?

- Low per capita income.
- Insufficiency of natural resources.
- Inadequate capital resources.
- Widespread unemployment.

(C) Fill in the blanks :

- 9 $C/(C + V)$ refers to _____.
- 10 Cost of production theory of value was developed by _____.
- 11 A price Wicksell effect refers to a change in relative prices corresponding to a change in _____ given the system of production in use.
- 12 The theory of unequal exchange was developed by _____.

(D) True or False :

- 13 According to Marx, it is surplus labour that lead to capital accumulation.
- 14 Dependency theory states that underdevelopment comes only from the domination by rich countries.
- 15 Feudalism is the first stage in the Marxian theory of economic growth.
- 16 Mode of production refers to the methods of production.

(16 \times $\frac{1}{4}$ = 4 weightage)

Part B

*Answer any ten questions not exceeding one page each.
Each question carries a weightage of 2.*

- 17 Explain Buchanan's theory of imperialism.
- 18 Give an account of mercantilist theory of value.
- 19 Write a short note on capitalist crisis.
- 20 What is Wicksell Effect ?
- 21 What are the features of Rostow's drive to maturity stage ?
- 22 Explain Dialectical materialism.
- 23 Explain briefly Baran's Views on Underdevelopment.
- 24 Explain periodisation of history.
- 25 Define Marxian simple reproduction scheme and relate it to the problem of disproportionality.
- 26 Explain the transformation problem.
- 27 Discuss the impact of third world social formation.
- 28 Explain theory of unequal exchange.

- 29 Explain Marx's Labour theory of Value.
- 30 Write a note on Non-Marxian mode of production.

(10 × 2 = 20 weightage)

Part C

*Answer any three questions not exceeding three pages each.
Each question carries a weightage of 4.*

- 31 Discuss the scope and importance of political economy.
- 32 Distinguish between Marxian and Non-Marxian approaches.
- 33 Discuss Sraffa's contribution to the theory of value.
- 34 Discuss the different theories of imperialism.
- 35 Critically discuss the different theories of underdevelopment.

(3 × 4 = 12 weightage)