



**NATIONAL OPEN UNIVERSITY OF NIGERIA
FACULTY OF SOCIAL SCIENCES
DEPARTMENT OF ECONOMICS
2020_1 EXAMINATION**

COURSE TITLE: DEVELOPMENT ECONOMICS I

COURSE CODE: ECO 347

UNITS: 2

TIME ALLOWED: 2 HOURS

INSTRUCTION: ANSWER THREE (3) QUESTIONS. ALL QUESTIONS CARRY EQUAL MARKS. ONE MARK FOR CLARITY

QUESTION 1

- a) Explain any 4 criticisms of Harrod-Domar Models? (8 marks)
- b) List and discuss at least five indicators of performance of a country.(15 marks)

QUESTION 2

- a) Briefly discuss the basic concepts of rates of growth in Sir Roy Harrods's model. (9 marks)
- b) What are the objectives of sustainable development? (5 marks)
- c) What are the fundamental points in modern economic growth? (9 marks)

QUESTION 3

- a) What are the implications of the New Growth theory to a country like Nigeria? (10 marks)
- b) Explain the Lucas model and give its representation in equation form. (13marks)

QUESTION 4

- a) Is it necessary to study Economic growth? Give reasons any 4 reasons for your answer. (13marks)
- b) With the aid of a diagram explain the backward and forward linkages of the unbalanced growth theory. (10 marks)

QUESTION 5

- a) Define Sustainable development. (3 marks)
- b) Fill in the blank spaces and answers should be in two decimal places. (10 marks)

Years	Nominal GDP	Real GDP	GDP Deflator
2010	8000	8000	-
2011	9350	8500	-
2012	10740	-	114.80
2013	11120	-	106.80
2014	-	11852	102.20

- c) Explain any 5 assumptions of the new growth theories. (10 marks)