



**FEDERAL PUBLIC SERVICE COMMISSION**  
**SECTION OFFICERS PROMOTIONAL EXAMINATION - 2016**

Roll No.

**DEVELOPMENT ECONOMICS**

**TIME ALLOWED: THREE HOURS**

**MAXIMUM MARKS: 100**

- NOTE:**(i) Attempt **FIVE** questions in all. **ALL** Questions carry **EQUAL** Marks.  
(ii) All the parts (if any) of each Question must be attempted at one place instead of at different places.  
(iii) Candidate must write **Q. No.** in the **Answer Book** in accordance with **Q. No.** in the **Q. Paper**.  
(iv) No Page/Space be left blank between the answers. All the blank pages of Answer Book must be crossed.  
(v) Extra attempt of any question or any part of the attempted question will not be considered.  
(vi) Leave some blank space and draw two horizontal lines (====) at the end of each answer.

- Q. 1. What are the common challenges of developing countries? Discuss in detail quoting examples from Pakistan or other countries. (20)
- Q. 2. Explain the relationship between health, labour productivity and income level. (20)
- Q. 3. Critique Harrod-Domer Model and Lewis Model of development. Do these fully explain development? (20)
- Q. 4. There is disagreement among economists, that GDP growth and per capita income are not the only indicator of a country's development. What are their arguments? Discuss in detail. (20)
- Q. 5. Design a program to eradicate poverty in Pakistan in the next two decades. (20)
- Q. 6. The four elements, efficiency, growth, equity and stability are said to effect trade of a country. Explain these concepts and relate to Pakistan's trade. (20)
- Q. 7. What is the relationship between educational system, labour markets, and employment determination? Explain in context of Pakistan the process of educational job displacement. (20)
- Q. 8. Discuss the importance of agriculture sector in the development of Pakistan's economy. (20)

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