

Unit 6 - Week 4: Strategies of Economic Development and Growth : Part II

Course outline

How does an NPTEL online course work?

Week 0: Prerequisite

Week 1: Basic Concepts

Week 2: Contemporary controversies on Growth vs. Development

Week 3: Strategies of Economic Development and Growth: Part I

Week 4: Strategies of Economic Development and Growth : Part II

● Lec 10: Strategies of economic development and growth –V

● Lec 11: Strategies of economic development and growth –VI

○ Quiz : Assignment 4

● Weekly feedback form for week 4

Week 5: Growth and Inequality

Week 6: Introduction to Human Development

Week 7: Measuring Human Development

Week 8: Putting the Human Development Discourse in context and Course Summary

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Assignment 4

The due date for submitting this assignment has passed.
As per our records you have not submitted this assignment.

Due on 2020-02-26, 23:59 IST.

1) The ratio of change in income to total income is known as? **1 point**

- Actual Growth Rate
- Warranted Growth Rate
- Natural Growth Rate
- Full-Employment Growth Rate

No, the answer is incorrect.
Score: 0

Accepted Answers:
Actual Growth Rate

2) Warranted Growth Rate is also known as? **1 point**

- Natural Growth Rate
- Full-Employment Growth Rate
- Actual Growth Rate
- Sustainable Growth Rate

No, the answer is incorrect.
Score: 0

Accepted Answers:
Full-Employment Growth Rate

3) According to Harrod-Domar model, what will happen when the actual growth rate is lesser than warranted growth rate? **1 point**

- Inflation
- Deflation
- No effect
- Steady Growth

No, the answer is incorrect.
Score: 0

Accepted Answers:
Deflation

4) Consider the following statements about "Full Employment Ceiling" and choose the correct option. **1 point**

- It is an upper limit to the expansion of output and that is determined by natural conditions
- It is determined by factors such as availability of labour force, capital equipment, and state of technical knowledge
- It may change as the factors of production grow or technological progress takes place
- All of the above

No, the answer is incorrect.
Score: 0

Accepted Answers:
All of the above

5) Consider the following statements regarding Solow model and choose the correct option **1 point**

- Production function used in the Solow Model is of the Cobb Douglas form, and it exhibits constant returns to scale.
- It assumed that the production in this economy is taking place in a perfectly competitive framework.
- According to Solow model, in the long run countries exhibit per capita growth at the rate of technological progress.
- All of the above

No, the answer is incorrect.
Score: 0

Accepted Answers:
All of the above

6) Which among the following is incorrect when considering stylized facts about economic growth? **1 point**

- There is enormous variation in per capita income across economies
- Growth rates are generally constant over time
- Growth in output and growth in volume of international trade are closely related
- Both skilled and unskilled workers tend to migrate from poor to rich countries or regions

No, the answer is incorrect.
Score: 0

Accepted Answers:
Growth rates are generally constant over time

7) "One of the assumptions of Solow model is that technology is exogenous-that is, the technology available to firms is unaffected by the actions of the firms, including research and development" True or False? **1 point**

- True
- False

No, the answer is incorrect.
Score: 0

Accepted Answers:
True

8) Which of the following models is also known as Capital Accumulation Model? **1 point**

- Harrod-Domar Model
- Lucas Growth Model
- Solow Model
- Schumpeter's Model

No, the answer is incorrect.
Score: 0

Accepted Answers:
Solow Model

9) The production function of Solow Model is assumed to have the Cobb-Douglas form and is given as $Y = F(KL) = K^\alpha L^{1-\alpha}$. Which of the following statements are correct? **1 point**

- K denotes output and L denotes labour
- The function exhibits constant returns to scale
- Output is defined as function of labour and technology
- All of the above

No, the answer is incorrect.
Score: 0

Accepted Answers:
The function exhibits constant returns to scale

10) Warranted Growth Rate (Gw) is determined by, **1 point**

- Saving-Income Ratio
- Capital-Output Ratio
- Both a & b
- Neither a nor b

No, the answer is incorrect.
Score: 0

Accepted Answers:
Both a & b