

SAMPLE QUESTION PAPER

- 1. Briefly explaining the Harris Todaro Model of rural- urban migration argue that despite acceleration in the rate of absorption of labor in the formal sector, the informal sector as a fraction of the total labor force increases.**
- 2. Discuss how a judicious land reform has the power to increase overall output in a rural agricultural economy.**
- 3. Discuss the roots of the US financial crisis of 2007. Also discuss the broad policy recommendations to fix the serious flaws in the economy in order to avoid potential future crises.**
- 4. Discuss the processes through which global economic integration affects the condition of the poor in developing countries. What measures could help the poor?**
- 5. What is the rationale of environmental regulation? Why do prescriptive regulations dominate environmental regulations worldwide, even though economic incentives are considered preferable?**
- 6. Provide one explanation of interest rate determination in rural credit markets when the default probability is independent of the amount to be repaid. Further discuss the factors which are likely to affect the repayment probability of a loan extended in a rural credit market.**