

**UNIVERSITY OF SWAZILAND  
FACULTY OF SOCIAL SCIENCE  
DEPARTMENT OF ECONOMICS**

**SUPPLEMENTARY EXAMINATION PAPER, JULY 2012**

**TITLE OF PAPER : DEVELOPMENT THEORY**  
**COURSE CODE : ECON 306**  
**TIME ALLOWED : THREE (3) HOURS**  
**INSTRUCTIONS : 1. ANSWER FOUR (4) QUESTIONS.**  
**2. ALL QUESTIONS CARRY EQUAL MARKS OF TWENTY FIVE (25) EACH.**

**DO NOT OPEN THIS PAPER UNTIL THE INVIGILATOR HAS GRANTED PERMISSION.**

**QUESTION 1**

Write short explanatory notes on the following Rostow's Stages of economic growth.

- i. The traditional society.
- ii. The pre-conditions for take-off.
- iii. The take-off.
- iv. The drive to maturity.
- v. The age of high mass consumption (5 marks each)

**QUESTION 2**

- a. Explain fully how the International Dependency Model arguments fit into the present economic and social development of developing countries. (18 marks)
- b. Comment on the three criticisms of the model. (7 marks)

**QUESTION 3**

Outline the Ranis-Fei Model, and comment on the policy relevance of the model in today's society. (25 marks)

**QUESTION 4**

- a. Why do you think the Neo-Classical counter Revolution Model gained full support from the World Bank (WB) and the International Monetary Fund (IMF)? (10 marks)
- b. According to the model in a) above, underdevelopment in Less Developed Countries (LDCs) results from poor resources allocation. Discuss. (15 marks)

**QUESTION 5**

- a. Did the Washington Consensus fail? Support your answer. (7 marks)
- b. Explain fully the components of the Neo-Classical Consensus. (18 marks)

**QUESTION 6**

- a. Explain four (4) reasons behind the motivation for the New Modern Growth Theory. (8 marks)
- b. Using suitable examples, outline the New Modern Growth Model. (17 marks)