



**FEDERAL PUBLIC SERVICE COMMISSION**  
**COMPETITIVE EXAMINATION-2019**  
**FOR RECRUITMENT TO POSTS IN BS-17**  
**UNDER THE FEDERAL GOVERNMENT**  
**ECONOMICS, PAPER-II**

Roll Number

**TIME ALLOWED: THREE HOURS**

**PART-I(MCQS): MAXIMUM 30 MINUTES**

**PART-I (MCQS)**

**PART-II**

**MAXIMUM MARKS = 20**

**MAXIMUM MARKS = 80**

- NOTE: (i)** Part-II is to be attempted on the separate **Answer Book**.  
**(ii)** Attempt **ONLY FOUR** questions from **PART-II**. **ALL** questions carry **EQUAL** marks.  
**(iii)** All the parts (if any) of each Question must be attempted at one place instead of at different places.  
**(iv)** Write Q. No. in the Answer Book in accordance with Q. No. in the Q.Paper.  
**(v)** No Page/Space be left blank between the answers. All the blank pages of Answer Book must be crossed.  
**(vi)** Extra attempt of any question or any part of the question will not be considered.

**PART-II**

- Q. No. 2.** Describe the salient features of Nurkse, Ropan and Hirschman theories. Comment on the relevancy of each with reference to Pakistan? (20)
- Q. No. 3.** Critically examine the surplus labor model presented by Arthur Lewis. Can this model be used to initiate industrial development in Pakistan? (20)
- Q. No. 4.** Differentiate between the concepts of poverty and income inequality. How can public policy help in alleviating poverty and reducing inequality in a developing country like Pakistan? (20)
- Q. No. 5.** Explain various types of inflation. To what extent should it be controlled? How can fiscal and monetary policy measures help control inflation in Pakistan? (20)
- Q. No. 6.** Analyze the role of international trade in the economic development of Pakistan. How might WTO affect the terms of trade in an otherwise free economy? (20)
- Q. No. 7.** Examine the role of Agriculture Sector in the economic development of Pakistan. Should the country continue investing in it or there exist better options as alternate plans? (20)
- Q. No. 8.** What are the reasons for the adverse balance of trade in Pakistan? Suggest the possible measures to improve the balance of trade scenario of Pakistan. (20)

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