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# Economics Development Ch-1

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## \* Development :-

It means a continuous growth of supply in all the requirements of human life.

## \* Features of Development -

→ Development has two features -

- (a) Different people have different development goals.
- (b) What may be development for one person may not be the same for other.

\* Per Capita income - 
$$\frac{\text{National income}}{\text{Total Population}}$$

\* World Bank :- Per Capita income to identify development

(Q1) How do we estimate development?

Ans The foremost method to estimate development is measuring 'per Capita income' or average income. The World Bank considers per Capita income as the prime standard.

to measure development.

Q.2.) What is per-Capita income?

Ans Per Capita income is found by dividing the national income of a country by its total population in a year.

Q.3.) Is average income a reasonable method to calculate development of a nation?

Ans The world bank compares countries on the basis of their average income to calculate development. However, average income shows on overall data of the same category and it hides actual distribution of units. So, average income also hides actual distribution of income. To some extent average income is not a reasonable standard to measure development of nation at the same time, average income also does not show two important aspects - Healthcare and education.

Q.4.) How can development be measured?

→ Development of an area depends on

Three important factors :-

- a.) Income
- b.) Education
- c.) Healthcare

The United Nation Development Program (UNDP) allots ranking to nations by analyzing their income, healthcare and educational levels. This ranking is called HDI ranking.

\* Nation :-

A fixed geographical area having an autonomous government.

\* Literacy :-

An individual (seven or above seven years) who is capable for reading, writing and speaking at least one language, this quality or skill is called literacy.

\* Literacy rate :-

The percent of literate people of an area is called literacy rate. Total literacy rate of India is 74% and literacy rate of Bihar is 64%.

\* Life expectancy :-

The average number of years, one can expect to survive in a country after birth and in a normal condition.