

**Indian Statistical Institute, Bangalore**  
B. Math. Third Year  
Second Semester - Economics III

Mid-Semester Exam

Duration: 3 hours

Date : February 23, 16

Total marks: 30, each answer marked out of 10

1. Define and describe the term "capabilities" as used in the work of Amartya Sen.
  
2. Is the basic needs approach an improvement on the income-growth approach to development? Defend your answer.
  
3. How can school education contribute to economic development?
  
4. Define, with examples: (i) externalities and (ii) public goods.
  
5. Describe some key areas of gender discrimination in India.