

## 4.4 Strategies Influencing Growth and Development

### C) Other strategies:

- o industrialisation: the Lewis model
- o development of tourism
- o development of primary industries
  - o Fairtrade schemes
- o aid
- o debt relief

### d) Awareness of the role of international institutions and non-government organisations (NGOs):

- o World Bank
- o International Monetary Fund (IMF) o NGOs

### The Lewis Model p 484-5

<https://www.tutor2u.net/economics/reference/lewis-model-of-structural-economic-growth-and-development>

- 1) What is the Lewis Model of industrialisation?
- 2) Does China provide an example of the Lewis model?

### Tourism. P485-6

1) Identify a couple of facts that show the importance of tourism to development in developing countries

2) Dubai provides an interesting case study as Saudi Arabia tries to diversify from oil production to other sources of income - page 200 to 203 of the very detailed report below has a case study

<https://openknowledge.worldbank.org/bitstream/handle/10986/18688/886560PUB0978100Box385230B00PUBLIC0.pdf?sequence=1&isAllowed=y>

3) Draw up a table of the advantages and disadvantages of a developing country using tourism to promote development

<https://www.tutor2u.net/economics/reference/tourism-and-economic-development>

### Development of Primary Industries p 485

- 1) What are primary industries?
  - 2) What is a problem of relying on primary industries for income ?
  - 3) Which countries have been successful in using primary resources to promote development?
  - 4) What have these successful countries done with the earnings from primary products?
- REMEMBER - **Venezuela** is a good example where primary product dependency has not led to long term economic success.

### Fair Trade p 486

- 1) What is fair trade?
- 2) To what extent does it support development in developing countries

### **Foreign Aid p 486**

- 1) What are the main arguments for giving foreign aid?
- 2) What are the main types of foreign aid? Make clear notes
- 3) What are the arguments against giving foreign aid?

### **Debt relief p 487**

- 1) What was the debt crisis of the 1970's 80's?
- 2) What is debt forgiveness or debt relief?
- 3) What are the arguments for Debt Relief?

Make notes on the **international financial institutions and non governmental organisations** (NGO's) p 487-488

### **Essay Question**

**From 2000 to 2013, Zambia's HDI index increased from 0.423 to 0.561**

**Evaluate interventionist strategies that a government can use to promote economic development in its country. Refer to developing economy of your choice in your answer. (25 marks)**

Is China a developing country ? According to the world bank - **YES**

<http://www.worldbank.org/en/country/china/overview>

Good background to China's growth - includes both interventionist and market based strategies

[http://oecdobserver.org/news/archivestory.php/aid/1685/China\\_92s\\_economy:\\_A\\_remarkable\\_transformation.html](http://oecdobserver.org/news/archivestory.php/aid/1685/China_92s_economy:_A_remarkable_transformation.html)

Article about the importance of education in China

<http://www.eastasiaforum.org/2014/03/15/education-chinas-most-important-economic-weapon/>

Chinese investment in infrastructure - Belt and Road Initiative -

[https://www.theguardian.com/world/2017/may/12/the-900bn-question-what-is-the-belt-and-road-initiative?CMP=Share\\_iOSApp\\_Other](https://www.theguardian.com/world/2017/may/12/the-900bn-question-what-is-the-belt-and-road-initiative?CMP=Share_iOSApp_Other)

<https://www.economist.com/blogs/economist-explains/2017/05/economist-explains-11>

VERY detailed TUTOR 2 U presentation on China - lots of figures / data

<https://www.tutor2u.net/economics/reference/china-a-country-in-transition-to-a-new-normal>

Tutor 2 U Study Notes on China

<https://www.tutor2u.net/economics/reference/china-economic-growth-and-development>