

**PENANG SANGAM HIGH SCHOOL
P.O.BOX 44, RAKIRAKI**

LESSON NOTES

Subject: Economics

Year/Level: 12

Week 24

Strand	5	Development Economics
Sub Strand	5.1	Economic Development
Content Learning Outcome	Discuss Fiji's economic developments.	

Greetings to all...

Now we will move with the last strand of your coverage: Development Economics.

Achievement indicators: (Copy in your note book)

1. Describe sources of Economic Development
2. Describe indicators of Economic development
3. Describe effects of Economic Development
4. Explain government policies in promoting Economic development

Lesson Notes (Copy in your note book)

Economic Development – refers to the **qualitative change** in the economy that is adoption of new technologies, transition from agriculture-based to industry- based economy and general improvement in living standards.

Sustainable Development – is the development which meets the needs of the present without limiting the needs of the future generations. The development which is economically, socially and environmentally viable.

Sources of Economic Development

1. Increase in economic growth
2. Education
3. Political stability
4. Health care and infrastructure

Indicators of Economic Development

Monetary Indicator	Non-monetary indicators / Social indicators
<p>Is the prime indicator which is Real GDP per capita.</p> <p>(The higher the Real GDP per capita the higher the economic development).</p> <p>However, does not provide a clear picture of differences in material welfare.</p>	1. Life expectancy – measures the average number of years a per person is expected to live.
	2. Infant Mortality Rate- is the percentage of babies who die before the age of 1.
	3. Daily Calories supply per capita- measures food supply available to each person.
	4. Adult Literacy rate- measures the percentage of population aged above 15 years and over who can read and write.

Measures of Economic Development

Human Development Index (HDI) – measures development in terms of a nation’s ability to meet basic needs of its population.

Measures in terms of socio- economic progress. It combines per capital income with social indicators into a single index.

Read through the notes and differentiate with Economic growth.....

Stay safe.....