

Do not put your name anywhere on the assignment, other than on the back of this sheet of paper. Staple your answers on the front of this sheet of paper. Failure to follow these directions will cost you 1 point. Your assignment will be typed, except graphs can be drawn by hand and mathematical equations can be done by hand. Failure to type it will cost you 10 points. If you do double-sided printing or print on the back of scrap paper, I will give you one additional point.

- 1) (25 points) What is the *Dependencia Theory*? All economic theories in macroeconomics have problems. What is a problem with this theory?
- 2) (25 points) What is the biggest problem facing Sri Lanka? What can the government do about it? How would your proposal reduce the problem?
- 3) (15 points) What is the greatest advantage which Sri Lanka has? Why is that an advantage?
- 4) (15 points) The President of Egypt, Hosni Mubarak, said in 2001, "Without infrastructure, you cannot truly be free." What does he mean and why is it true?
- 5) (20 points) What can be done about a country which is having its population grow fast? Explain how your proposal would help the situation.