

DSE-1: DEVELOPMENT ECONOMICS

Difference between Economic Growth and Economic Development

Economic Growth	Economic Development
(1) Single dimensional i.e., increase in output alone.	1) Multi dimensional i.e., more output and changes in technical and institutional arrangements.
(2) Quantitative Changes-Change in national and per capital income.	(2) Qualitative Changes-Change in composition and distribution of national and per capital income and change in functional capacities.
(3) Spontaneous in character.	(3) Gradual and steady change in the long run.
(4) Discontinuous Change	(4) Continuous Change.
(5) Growth is possible without development	(5) Growth to some extent is essential for development.
(6) Determinant of economic growth may be economic development.	(6) Economic development is the determinant of economic growth
(7) Solution of the problem of under developed countries.	(7) Solution of the problem of developed countries.
(11) Economic development is an innovative process leading to the structural transformation of social system	(11) Economic growth is an expenses of the system in one or more dimensions without a change in its

	structure.