

GS-III Indian Economy and Issues Relating to Planning, Mobilization of Resources, Growth, Development and Employment.

- 1. Poor market intelligence led to the frequent rise in the price of commodities. Discuss the steps taken to prevent the crisis in Future.**

Why this Question?

- The frequent rise in the price of commodities, especially onions, has seen little to no effective response from policymakers.

Key Demands of Question:

- Explain how the poor market intelligence led to the frequent rise in the price of the agricultural commodities.
- Illustrate with the Examples.
- Discuss the way Forward Measures should be taken to control the rise in prices of the commodities.

Directive word:

Discuss:

- This is another common directive which is an all-encompassing one – you have to debate on paper by going through the details of the issues concerned by examining each one of them. You have to give reasons for both for and against arguments. And once all the discussion is done, a suitable apt conclusion may be given at the end of the answer.

Structure of Answer:

Introduction:

- Give brief intro about the current increase in the prices of the commodities. For example mention the increase in the onion prices.

Body:

- Explain how the poor market intelligence led to the frequent rise in the prices of the commodities.
- Mention in brief about the other factors also led to the increase in the prices of the commodities. For example monsoon failure, etc.
- Explain the effective steps should be taken by the government to prevent the price rise in the future. For example increase in infrastructure spending, promote value addition, etc.

Conclusion:

- Conclude with the inflation affects the vulnerable sections more, so it should be addressed immediately and provide the long term solution to the problem.