

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

- 1. The root cause of the Present Malaise in Our Economy is the Death of Demand. In this Context, Discuss the various measures needed to revive the Economy.**

Why this Question?

- Government is barking up the wrong tree. Instead of tackling the demand side it is dealing with the supply side of the Economy.

Key Demands of Question:

- Various causes for the slowdown in the economy and the measures needed to revive the Economy.

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:

- Highlight the recent slowdown in the economy backed by any statistics.

Body:

- Explain the various causes for the current slowdown in the economy like lack of demand, etc.
- Discuss the various measures needed to revive the economy like boosting demand by increasing investment in infrastructure, reducing the rates, etc.
- Highlight the steps taken by the government in this regard. For example, infrastructure investment pipeline, tax reduction, etc.

Conclusion:

- Conclude with the way forward measures to immediate revival of the economy.