

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BA DEGREE EXAMINATION MAY 2025
(Fifth Semester)

Branch – **ECONOMICS**

FISCAL ECONOMICS

Time: Three Hours

Maximum: 50 Marks

SECTION-A (5 Marks)

Answer ALL questions

ALL questions carry **EQUAL** marks

(5 x 1 = 5)

- 1 The Scope of Public Finance Includes-----
(i) Public Revenue (ii) Public Debt
(iii) Public Expenditure (iv) All of these
- 2 Which of the following is the major source of revenue in India?
(i) Direct tax (ii) Capital Levy
(iii) Grants in aid (iv) Indirect tax
- 3 The largest component of revenue expenditure in India is----
(i) Pension (ii) Interest Payments
(iii) Education (iv) Health
- 4 Redemption of Public Debt Means-----
(i) Repayment of debt (ii) Repayment of FDI
(iii) Additional borrowing (iv) Deficit financing
- 5 The First Finance Commission was appointed in the year:
(i) 1949 (ii) 1950
(iii) 1951 (iv) 1952

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry **EQUAL** Marks

(5 x 3 = 15)

- 6 a Define the term public finance.
(OR)
b Explain the private finance.
- 7 a Write short notes on tax.
(OR)
b State the sources of public revenue.
- 8 a Bring out the classification of public expenditure.
(OR)
b List out the principles of financial administration.
- 9 a Explain the public debt.
(OR)
b Classify the methods of fiscal policy.
- 10 a Write a short notes on finance commission.
(OR)
b List out Principles of federal finance.

Cont...

SECTION -C (30 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks

(5 x 6 = 30)

- 11 a Distinguish between Public finance and private finance.
(OR)
b Analyse the principle of maximum social advantage.
- 12 a Enumerate the effects of taxation.
(OR)
b Discuss about the features of GST.
- 13 a Analyse the effects of public expenditure.
(OR)
b Examine the canons of public expenditure.
- 14 a Enumerate the redemption of debt.
(OR)
b Analyse the budgetary procedure.
- 15 a Highlight the achievements of the NITI Ayog.
(OR)
b Point out the fiscal federalism constitutional provisions.

Z-Z-Z

END