

PSG COLLEGE OF ARTS & SCIENCE  
(AUTONOMOUS)  
BA DEGREE EXAMINATION MAY 2018  
(Fifth Semester)

Branch- ECONOMICS

FISCAL ECONOMICS

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (10x2 = 20)

- 1 Public Finance.
- 2 Social Advantage.
- 3 Direct Taxes.
- 4 Excise Duty .
- 5 Public Expenditure.
- 6 PAC.
- 7 Public Debt.
- 8 Budget.
- 9 Grants in Aid.
- 10 Finance.

SECTION - B (25 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks ( 5 x 5 = 25)

- 11 a Analyse the scope of Public Finance.  
OR  
b What are the instruments of Public Finance?
- 12 a What are the characteristics of god revenue system?  
OR  
b Explain the merits and demerits of Sales Tax.
- 13 a Give an account of Dalton's classification of Public Expenditure.  
OR  
b Briefly enumerate the concept of "Financial Administration".
- 14 a Point out the classifications of public debt in India.  
OR  
b What are the various methods of redeeming public debt.
- 15 a Discuss the principles of Federal Finance.  
OR  
b What are the causes of imbalance in the allocation of financial resources.

SECTION - C 130 Marks)

Answer any THREE Questions

ALL Questions Carry EQUAL Marks (3 x 10 = 30)

- 16 Explain the Musgrave's principle of maximum social advantage.
- 17 Explain the effects of taxation on production and distribution.
- 18 Discuss the causes for enormous growth of public expenditure in India.
- 19 Enumerate the procedure to be followed in framing the budget.
- 20 Discuss the salient features in the recommendations of fourteenth Finance Commission.

Z-Z-Z

END