

Branch – ECONOMICS

FISCAL ECONOMICS

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks

(10 x 2 = 20)

Define the following:

- 1 Fiscal economics.
- 2 Social advantage.
- 3 Public revenue.
- 4 Taxation.
- 5 Progressive expenditure.
- 6 Financial administration.
- 7 Deficit finance.
- 8 Redemption of public debt.
- 9 Federal finance.
- 10 Local government.

SECTION - B (25 Marks)

Answer ALL Questions

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

- 11 a Explain the scope of fiscal economics?
OR
- b Bring out the difference between public finance and private finance.
- 12 a What are the sources of public revenue?
OR
- b Explain the determinants the taxable capacity.
- 13 a State the objectives of public expenditure.
OR
- b Explain the canons of public expenditure.
- 14 a How do you classify public debt?
OR
- b List out the objectives of fiscal policy.
- 15 a Describe the principles of federal finance.
OR
- b Briefly discuss the resources of local government.

SECTION - C (30 Marks)

Answer any THREE Questions

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

- 16 Critically evaluate the theory of maximum social advantage.
- 17 Discuss the merits and demerits of VAT.
- 18 Analyse the causes for the growth of public expenditure in India.
- 19 Explain the role of deficit financing leading to public debt in India..
- 20 List down the salient features of the recommendations of fourteenth finance commission of India. India