

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BA DEGREE EXAMINATION MAY 2024
(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. Public finance is the study of income and expenditure of
a) Private individuals or companies. b) Foreign banks
c) Peoples' banks d) Government
2. Which one of the following is the characteristic of a tax?
a) Compulsory b) Optional
c) Forced d) Nationality
3. Which one of the following is not a canon of public expenditure?
a) canon of benefit b) canon of sanction
c) canon of surplus d) canon of convenience
4. Keynes popularized:
a) Monetary policy b) Fiscal Policy
c) Income policy d) Debt policy
5. Who is the chairman of latest finance commission in India?
a) N.K.Singh b) K.C. Pant
c) Dr. Vijay L. Kelkar d) Y. Venugopal Reddy

SECTION - B (15 Marks)

Answer ALL Questions

ALL Questions Carry EQUAL Marks

(5 x 3 = 15)

6. a) Explain the importance of fiscal economics.
Or
b) Describe the various instruments of public finance.
7. a) Bring out the various sources of public revenue.
Or
b) Show the various components of GST.
8. a) State the Developmental and Non-developmental expenditure of government.
Or
b) Outline the tendency in social sector expenditure in India.
9. a) Narrate the various classification of public debt.
Or
b) Produce the objectives of fiscal policy.
10. a) Enumerate the causes of imbalance in the allocation of financial resources
Or
b) Trace the important recommendations of latest finance commission of India.

Cont...

SECTION -C (30 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks (5 x 6 = 30)

11. a) Elucidate the nature and scope of public finance .

Or

b) Describe Musgrave's views on the principle of maximum social advantage.

12. a) Exhibit the characteristics of a good tax system.

Or

b) Enumerate Adam Smith's theory on cannons of taxation.

13. a) Discuss the effects of public expenditure on economic development .

Or

b) Discuss the important principles of financial administration.

14. a) Describe the preparation and procedure for passing budget in India.

Or

b) Review the fiscal policy issues in India.

15. a) Explain the principles of federal finance.

Or

b) Evaluate the center- state financial relations in India.

Z-Z-Z END