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R – 1066

Reg. No. : .....

Name : .....

**Sixth Semester B.A. Degree Examination, April 2023**

**First Degree Programme under CBCSS**

**Economics**

**Core Course**

**EC 1643 : PUBLIC ECONOMICS**

**(2019 Admission Onwards)**

Time : 3 Hours

Max. Marks : 80

**SECTION – A**

Very short answer type questions, one word to maximum of two sentences. Answer all questions. Each question carries 1 mark.

1. Public finance.
2. Tax.
3. Deficit financing.
4. Fiscal deficit.
5. Commercial revenue
6. Budget.
7. Market failure.

P.T.O.

8. Public expenditure.
9. Local finance.
10. Grants-in-aid.

(10 × 1 = 10 Marks)

### SECTION – B

Short answer type questions. (Not exceed one paragraph). Answer any **eight** questions. Each question carries **2** marks.

11. Distinguish between public goods and private goods.
12. Define GST. How it differs from VAT?
13. What is meant by incidence of taxation?
14. What are externalities?
15. Briefly examine the role of government in a developing economy.
16. Write a short note on Finance Commission.
17. Explain the meaning of repudiation.
18. Examine the sources of local government finance.
19. Explain the Wagner's Law.
20. Explain FRBM Act?
21. What are the causes of public debt?
22. Give a brief account on direct and indirect tax.

(8 × 2 = 16 Marks)

### SECTION – C

Short Essay Questions. (Not to exceed 120 words.) Answer any **six** questions. Each question carries **4** marks.

23. Explain Zero based budgeting.
24. Explain the various types of public debt.
25. Write down the major canons of public expenditure.
26. What is federal finance? Explain its major principles.
27. Explain the reasons for the growth of non-development expenditure in India.
28. Describe the essential features of Indian tax system.
29. What are public utilities? Give examples.
30. Explain the effects of fiscal deficit on an economy.
31. List the merits and demerits of progressive tax.

**(6 × 4 = 24 Marks)**

### SECTION – D

Long essay questions. Answer any **two** questions. **Each** question carries **15** marks.

32. Illustrate graphically the Dalton Principle of Maximum Social Advantage.
33. Examine the issues related to center-state financial relations in India. Discuss the various suggestions to smoothen the working of Federal financial system.
34. Critically Examine the Ability to pay theory of Taxation.
35. Explain the trends and compositions of public debt in India in the post reform period.

**(2 × 15 = 30 Marks)**