

(Pages : 4)

**N – 2371**

**Reg. No. :** .....

**Name :** .....

**Third Semester B.A. Degree Examination, March 2022**

**First Degree Programme under CBCSS**

**Economics**

**Complementary Course V**

**EC 1331 : INTRODUCTION TO INTERNATIONAL TRADE AND PUBLIC  
ECONOMICS**

**(2019 & 2020 Admission)**

Time : 3 Hours

Max. Marks : 80

**SECTION – I**

Answer **all** questions. Answer in **one** or **two** sentences.

1. Merit wants
2. Fiscal policy
3. Balanced budget
4. GST
5. Taxable capacity
6. Welfare state
7. Redeemable debt
8. Appreciation.

**P.T.O.**

9. Exchange rate
10. Import substitution

**(10 × 1 = 10 Marks)**

## SECTION – II

Answer any **eight** questions not exceeding one paragraph. **Each** question carries **2** marks.

11. Define the fiscal federalism.
12. What is meant by consolidated fund?
13. State the objectives of a budget.
14. Distinguish between impact and shifting of taxes.
15. What are the non-tax revenues in India?
16. Give an account of corporate income tax.
17. Write a note on Adam smith's classification of public expenditure.
18. Distinguish between productive and non-productive expenditure.
19. What is meant by redistributive activities?
20. Discuss the benefits of public debt.
21. Distinguish between marketable and non-marketable public debt.
22. Write short notes on Dumping.
23. Define Terms of Trade
24. Briefly explain Balance of payment
25. Explain the functions of foreign exchange market.
26. What are the merits of a direct tax?

**(8 × 2 = 16 Marks)**

### SECTION – III

Answer any **six** of the following. Each answer should not exceed **120** words. Each question carries **4** marks

27. Distinguish between public finance and private finance.
28. Discuss the requisites of a good budget.
29. What are the main sources of public revenue?
30. Explain the features of taxation.
31. Examine the functional classification of public expenditure.
32. How do the public expenditure and economic stability are related? Discuss.
33. Briefly explain the burden of public debt.
34. Explain the debt redemption methods.
35. Discuss the theory of Comparative Cost Advantage.
36. Explain the absolute advantage theory.
37. Critically examine the Heckscher-Ohlin Theory.
38. Explain various methods of Trade Restrictions?

**(6 × 4 = 24 Marks)**

### SECTION – IV

Answer any **two** of the following. Each answer should not exceed **4** pages. Each question carries **15** marks

39. Explain the nature and scope of Public finance in modern times.
40. Discuss the budgetary procedures in India.

41. What is meant by the canons of taxation? Explain Adam Smith's canons of taxation.
42. Critically examine the effects of public expenditure.
43. Examine the trend of public debt in India.
44. Discuss the importance of international trade to economic development.

**(2 × 15 = 30 Marks)**

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