

(Pages : 3)

M – 1232

Reg. No. :

Name :

Fifth Semester B.A. Degree Examination, December 2021

First Degree Programme under CBCSS

Economics

Core Course – X

EC 1545 : PUBLIC ECONOMICS

(2016 & 2017 Admission)

Time : 3 Hours

Max. Marks : 80

SECTION – I

Answer in **1** or **2** sentences. Attempt **all** questions.

1. Private good
2. Tax
3. Public expenditure
4. Primary deficit
5. Dead weight loss
6. Market failure
7. Gender budgeting
8. Fiscal policy
9. GST
10. Capital levy.

(10 × 1 = 10 Marks)

P.T.O.

SECTION – II

Answer **any eight** questions not exceeding **1** paragraph. Each question carries **2** marks.

11. Define club good.
12. Write down the subject matter of public finance.
13. What do you mean by incidence of taxation?
14. Write a note on Critical Limit Hypothesis.
15. What is Laffer curve?
16. Write a note on federal finance.
17. Define balanced budget multiplier.
18. Briefly examine the role of government in a developing economy.
19. Give a brief account of FBRM Act.
20. What is meant by local finance?
21. What are the objectives of public debt?
22. What is meant by Cost Benefit Analysis (CBA)?

(8 × 2 = 16 Marks)

SECTION – III

Answer **any six** questions, not exceeding **120** words. Each question carries **4** marks.

23. Discuss the various sources of public revenue.
24. What are the similarities and differences between public finance and private finance?

25. Briefly explain the four canons of public expenditure as stated by Findlay Shirras?
26. Define taxable capacity. Account for its significance.
27. What is Finance commission? What are the main functions of Finance Commission?
28. Briefly examine Zero base budgeting.
29. Write down the effects of fiscal deficit on an economy.
30. How the provision of public goods leads to market failure?
31. What are the different classifications of public debt?

(6 × 4 = 24 Marks)

SECTION – IV

Answer **any two** questions. not exceeding **4** pages. Each question carries **15** marks.

32. Critically examine the Principle of Maximum Social Advantage.
33. Discuss the economic effects of public expenditure on production, distribution and economic stability.
34. Explain the trends and compositions of public debt in India in the post reform period.
35. Examine the issues related to center-state financial relations in India. Discuss the various suggestions to smoothen the working of federal financial system.

(2 × 15 = 30 Marks)