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K19P 1011

Reg. No. : .....

Name : .....

III Semester M.A. Degree (CBSS-Reg./Suppl./Imp.)

Examination, October - 2019

(2014 Admission Onwards)

Economics /App. Economics/Dev. Economics

ECO 3C 10 : PUBLIC ECONOMICS - II

Time : 3 Hours

Max. Marks : 60

**PART - A**  
**(Objective Type Questions)**

Write **All** the **Eight** Questions. Each question carries ½ Mark. **(8x½=4)**

1. Identify a 'sin' tax from the following:
  - A. Security Transaction Tax
  - B. Income Tax
  - C. High tax to reduce excess pollution
  - D. High tax on liquor and tobacco
  
2. The classification of expenditure of Government of India as plan and non-plan ended from financial year:
 

A. 2014-15	B. 2015-16
C. 2016-17	D. 2017-18
  
3. All revenues and loans raised and recovered, of which no amount can be spent without the approval of the Indian Parliament:
 

A. EPF and GPF	B. Public Accounts
C. Consolidated Fund of India.	D. Contingency Fund
  
4. Impact of a tax is the:
 

A. First point of contact	B. Final resting place
C. Intermediary	D. Either A or C

P.T.O.



5. Goods those are rival in consumption but not excludable:
- |                  |                     |
|------------------|---------------------|
| A. Private goods | B. Public goods     |
| C. Club goods    | D. Common resources |
6. The Union Budget is presented under which Article of the Constitution of India?
- |        |        |
|--------|--------|
| A. 110 | B. 111 |
| C. 112 | D. 122 |
7. The deficit that shows the total debt generated by the government to finance the total budget expenditure:
- |                              |                    |
|------------------------------|--------------------|
| A. Fiscal Deficit            | B. Revenue Deficit |
| C. Effective Fiscal Deficit. | D. Primary Deficit |
8. The targeted fiscal deficit of the government of India for the year 2018-19:
- |                        |                        |
|------------------------|------------------------|
| A. 3.0 per cent of GDP | B. 3.3 per cent of GDP |
| C. 3.1 percent of GDP  | D. 3.5 per cent of GDP |

#### PART - B

Short Answer Type Questions. Write any **Eight** questions. Each question carries **2** Marks. (8×2=16)

9. What is local finance?
10. What are the canons of taxation?
11. What is fiscal federalism?
12. What is public expenditure?
13. What are the canons of budget?
14. Write a note on FRBM Act:
15. What do you mean by taxable capacity?
16. Distinguish between vertical and horizontal imbalances in fiscal federalism.
17. What are the characteristics of Public goods?
18. What do you mean by distribution function of public finance?
19. Explain Goods and Service Tax (GST).



#### PART - C

Short Essay Type Questions. Write any **Four** Questions. Each answer should not exceed **Two and Half** a page. (4×5=20)

20. Narrate the principles of federal finance.
21. Distinguish between revenue and capital expenditure.
22. Explain the role of government in national economy.
23. Write a note on Zero-based budgeting in India.
24. Analyze the problem of growing fiscal deficit in India.
25. Briefly explain the division of tax powers and objectives of taxation in India

#### PART - D

Answer any **Two** Questions. Each answer should not exceed **Six** pages. (2×10=20)

26. Narrate the changes happened in the federal fiscal relations in India in recent years.
27. Examine the changing dimensions of public finance.
28. Explain the major trends in public expenditure in India.
29. Examine the steps taken by the government of india to unearth black money.