



QP CODE: 21100905



21100905

Reg No :

Name :

B.A DEGREE (CBCS) EXAMINATION, MARCH 2021

Fourth Semester

B.A Economics Model I

Core Course - EC4CRT06 - PUBLIC ECONOMICS

2017 Admission onwards

AB84C42F

Time: 3 Hours

Max. Marks : 80

Part A

*Answer any **ten** questions.*

*Each question carries **2** marks.*

1. How can we achieve economic stability through public finance?
2. Rivalry
3. Externality
4. Write a note on VAT.
5. What do you mean by impact and incidence of a tax?
6. Revenue deficit.
7. What is non-developmental expenditure?
8. What is inspect effect?
9. Distinguish between voluntary and compulsory debt.
10. State the Principle of Adequacy and Elasticity of Federal Finance .
11. What are the recommendations of XIV Finance Commission on local governance?
12. What is specified grants?

(10×2=20)

Part B

*Answer any **six** questions.*

*Each question carries **5** marks.*

13. Public and Private Finance.
14. Describe degressive tax with suitable diagram. Also state the criticisms.
15. Benefit principle of taxation.





16. Briefly explain deficit financing.
17. Explain different types of development and non development expenditure heads.
18. Explain critical limit hypothesis.
19. Explain the effect of public expenditure on production.
20. List the difference between Vertical and Horizontal equity in Fiscal Federalism.
21. Discuss in detail the different channel through which the funds are transferred to state.

(6×5=30)

Part C

*Answer any **two** questions.*

*Each question carries **15** marks.*

22. Explain the principle of maximum social advantage based on equi marginal utility.
23. Describe the different sources of public revenue.
24. Explain impact of public debt on indian economy.
25. Discuss the nature and extent of Fiscal federalism in India? What are the strengths and weakness of Indian federalism?

(2×15=30)

