



25020233

QP CODE: 25020233

Reg No : .....

Name : .....

**B.A DEGREE (CBCS) ) REGULAR/ IMPROVEMENT/ REAPPEARANCE / MERCY  
CHANCE EXAMINATIONS, FEBRUARY 2025**

**Fourth Semester**

**Core Course - EC4CRT01 - PUBLIC FINANCE**

(Common for B.A Economics Model II Foreign Trade, B.A Economics Model II Insurance)

2017 Admission Onwards

7664B652

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. Explain the nature and scope of public economics.
3. Free goods.
4. Objectives of taxation.
5. Dead weight loss.
6. Zero base budget.
7. What is non-developmental expenditure ?
8. What are the types of non - development expenditure?
9. What is public borrowing?
10. What is horizontal Equity?
11. Resource transfer.
12. Panchayat Raj Constituion amenedment.

(10×2=20)

**Part B**

*Answer any **six** questions.*

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

13. Explain the subject matter of public economics.





14. Explain the superiority of progressive system of taxation over others.
15. Distinguish between primary deficit and fiscal deficit.
16. Explain the role of fiscal policy in preventing cyclical fluctuations.
17. Explain the canons of public expenditure.
18. Explain the effect of public expenditure on consumption.
19. Explain the methods of debt redemption.
20. What are the core features of Fiscal Federalism of India?
21. List out the major points of reference of current Finance Commission of India.

(6×5=30)

### **Part C**

*Answer any **two** questions.*

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

22. What is market failure ? What is the role of the state in a market economy?
23. Write an essay on the various effects of taxation.
24. Explain the law of increasing state activities.
25. Discuss the meaning and major principles of fiscal federalism.

(2×15=30)

