

M. A. DEGREE END SEMESTER EXAMINATION - APRIL 2021**SEMESTER 4 : ECONOMICS****COURSE : 16P4ECOT17 : PUBLIC ECONOMICS - II***(For Regular - 2019 Admission and Supplementary - 2018/2017/2016 Admissions)*

Time : Three Hours

Max. Marks: 75

PART A**Answer any 8 (2 marks each)**

1. Discount Rate
2. Pareto optimality
3. Internal Rate of Return
4. Gross and net debt
5. Functional Classification of Budget
6. Cost plus pricing
7. Peak load pricing
8. Horizontal imbalances
9. State Finance Commission
10. Correspondence principle
11. FRBM Act
12. Modified Gadgil formula

(2 x 8 = 16)**PART B****Answer any 7 (5 marks each)**

13. Write a note on wisemen – Peacock Hypothesis?
14. Explain the growth of non development expenditure in India?
15. Explain Buchanan's theory of public debt?
16. What are the principles of public debt management?
17. Write a note on price discrimination or differential pricing?
18. Explain Peak load pricing? Discuss its advantages and disadvantages?
19. Write a note on Finance Commission of India and its Functions?
20. Write a note on Planning Commission Vs Finance Commission tangle?
21. Write a note about the tax revenue sources of the Union government ?
22. 'A strong centre and adequate autonomy for states was envisaged in the Indian Constitution' Do you agree?

(5 x 7 = 35)**PART C****Answer any 2 (12 marks each)**

23. Critically examine theories of public debt with special reference to the intergenerational equity theory of Prof.Musgrave?
24. Discuss the progress of disinvestments in India.
25. Briefly explain the financial sources of the local self governments in India? Discuss the problems of PRIs?
26. Explain the various Principles of federal Finance? How far the principles of federal finance are observed in the Indian federal system?

(12 x 2 = 24)