

B. A. DEGREE END SEMESTER EXAMINATION JULY – 2021**SEMESTER – 4: ECONOMICS (CORE COURSE)****COURSE: 15U4CRECO6, PUBLIC ECONOMICS**

(Common for Improvement 2018 admission / Supplementary 2018/2017/2016/2015 admissions)

Time: Three Hours

Max. Marks: 75

PART A

Answer all questions in one or two sentences. Each question carries 1 mark.

1. Public Economics.
2. Vertical Equity.
3. Public Debt.
4. Externalities.
5. Finance Commission.
6. Budget.
7. Fiscal policy.
8. Public goods.
9. Tax.
10. Free Rider Problem. (1 x 10 = 10)

PART B

Answer any eight of the following in three or four sentences.

Each question carries 2 mark.

11. Taxable Capacity.
12. Public Vs Private Finance.
13. Types of Public debt.
14. Tax and Non tax Revenue.
15. Canons of Taxation.
16. Draw a distinction between productive and unproductive debt.
17. Laffer Curve.
18. Characteristics of a good tax system.
19. Importance of fiscal federalism.
20. Functions of State Finance Commission. (2 x 8 = 16)

PART C

Answer any five of the following in not more than one page.

Each Question carries 5 marks.

21. Explain the nature and scope of public Economics?
22. Discuss the market failure of an economy. Analyse the role of Government in correcting them.

23. Write a short note on the vertical and horizontal imbalances in a federation?
24. Discuss the various methods of debt redemption?
25. What are the canons of public expenditure?
26. What are the effects of public expenditure?
27. Discuss the ability to pay theory of taxation? (5 x 5 = 25)

PART D

Answer any two of the following not exceeding four pages.

Each Question carries 12 marks.

28. Examine the meaning, importance of the issues of fiscal federalism in India?
29. Discuss the principle of Maximum Social advantage?
30. Examine the role of state in the economic activities/what are the functions of a State?
31. Examine the causes of Public expenditure in a nation? (12 x 2 = 24)
