STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2019 – 2020 and thereafter)

B.A. DEGREE EXAMINATION NOVEMBER 2023
BRANCH IV – ECONOMICS
FIFTH SEMESTER

COURSE　　　　: MAJOR – CORE
PAPER　　　　: PUBLIC FINANCE
SUBJECT CODE: 19EC/MC/PF54
TIME　　　　　: 3 HOURS　　　　　　　　　　　　　　MAX. MARKS: 100

SECTION – A
ANSWER ANY TEN QUESTIONS. EACH ANSWER NOT TO EXCEED 50 WORDS
(10x2=20)

1. Define Public Finance.
2. Distinguish between Private and Public Finance.
3. Compare the Merit goods from Demerit goods.
4. State the meaning of Pareto Optimality.
5. List out the principles of Public Expenditure.
6. Recall the Wagner's Law.
7. What is meant by taxable capacity?
8. Distinguish between direct tax and Indirect taxes.
9. State the benefit principle of Taxation.
10. What is meant by disinvestment?
11. List out any four non-tax revenue for the Central Government.
12. Recall the theory of second best.

SECTION – B
ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 400
WORDS:　　　　　　　　　　　　　　　　　　　**(5x8=40)**

13. Compare and Contrast Classical and Keynesian views on Public Finance.
14. Diagrammatically explain the MC and AC pricing theory Public Sector.
15. Explain the Wiseman and Peacock Model of Public Expenditure.
16. What are the effects of Public Expenditure?
17. Comment your views on the Ability to pay theory of taxation.
18. Highlight the role of taxation in a developing economy.
19. Distinguish between development and non-developmental expenditure of the Central Government.
20. Comment your views on application of Indian Fiscal setup with Liberalisation, Privatization and Globalization.

SECTION – C
ANSWER ANY TWO QUESTIONS. EACH ANSWER NOT TO EXCEED 1000
WORDS:　　　　　　　　　　　　　　　　　　　**(2x20=40)**

21. Describe the nature and scope of Public Finance.
22. Analyse the role and performance of the Public Sector in India.
23. Diagrammatically explain the principles of Maximum Social Advantage.
24. Discuss the implications of recent Tax Reforms in India.

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