

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86
(For candidates admitted from the academic year 2008 – 09)

SUBJECT CODE: EC/PC/PE45

M. A. DEGREE EXAMINATION, APRIL 2010
BRANCH III – ECONOMICS
FOURTH SEMESTER

COURSE : MAJOR - CORE
PAPER : PUBLIC ECONOMICS
TIME : 3 HOURS

MAX. MARKS: 100

SECTION – A

ANSWER ANY FIVE QUESTIONS. EACH ANSWERS NOT TO EXCEED 300 WORDS.

(5 X 8 = 40)

1. What are Public Goods? How are they different from private goods?
2. Explain the difference between Concentration theory of Incidence and the Diffusion theory.
3. Briefly explain the principles based on which the federal finance operate.
4. What are the different ways of Debt Management?
5. Explain briefly the recommendations of the Twelfth Finance Commission.
6. Examine the factors that determine the taxable capacity of an individual.
7. Explain briefly the inter Generation Equity theory of Public Debt.

SECTION – B

ANSWER ANY THREE QUESTIONS. EACH ANSWERS NOT TO EXCEED 1200 WORDS.

(3 X 20 = 60)

8. Explain Samuelson's Benefit Theory of Public Expenditure.
9. Explain Arrow's Impossibility Theorem and also give a few criticisms.
10. What are the different sources of government borrowing? Explain them briefly.
11. Write an essay on the recent popular LPG model (Liberalization, Privatization and Globalization) of growth.
12. Examine the objectives or purposes of Fiscal policy. Also give a few limitations.
