

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86
(For candidates admitted from the academic year 2011-2012 & thereafter)

SUBJECT CODE: 11EC/PC/PE24

M. A. DEGREE EXAMINATION, APRIL 2013
BRANCH III – ECONOMICS
SECOND 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. Briefly describe the subject matter of Public Finance.
2. What is the difference between Public and Private Goods?
3. Discuss briefly the significance of Fiscal Policy in stabilizing the economy.
4. Explain the reasons for the conflicts that arise between the Centre and States in the Indian context.
5. Discuss the various objectives and principles of Debt Management?
6. Evaluate briefly the recommendations of the Twelfth Finance Commission of India.
7. Describe the various types of resource transfers in the Federal setup in India?

SECTION – B

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

(3 X 20 = 60)

8. Discuss the allocation objectives in the theory of Public Households.
9. Describe the various pricing policies of the public sector enterprises in India?
10. What is Compensatory Fiscal Policy? Explain how it is used to control deflation and unemployment?
11. Explain in detail Arrow's Impossibility Theorem with the help of figures.
12. Explain Samuelson's Benefit Theory of Public Expenditure with the help of figures.
