

STELLA MARIS COLLEGE (AUTONOMOUS), CHENNAI – 86
(For Candidates admitted during the academic year 2008 – 2009 & thereafter)

SUBJECT CODE: EC/MC/FE54

B.A. DEGREE EXAMINATION NOVEMBER 2011
BRANCH IV – ECONOMICS
FIFTH SEMESTER

COURSE : MAJOR – CORE
PAPER : FISCAL ECONOMICS - I
TIME : 3 HOURS

MAX.MARKS : 100

SECTION – A

I. ALL QUESTIONS TO BE ANSWERED IN 50 WORDS EACH. (10 X 3 = 30)

1. Define Public Finance.
2. Mention any two concepts of 'Classical Theory of Public Finance'.
3. What are private goods?
4. Define Pareto Optimality.
5. What is meant by Public Expenditure?
6. What is Maximum Social advantage?
7. Define 'Tax'.
8. Define 'Escheats'.
9. Mention any two merits of Sales tax.
10. What are developmental expenditures?

SECTION – B

II. ANSWER ANY FIVE QUESTIONS IN 300 WORDS EACH. (5 X 6 = 30)

11. Analyse the differences between Public Finance and Private Finance
12. Discuss the role of Public Enterprises in Economic Development.
13. Explain the Marginal Cost Theory of Pricing in Public Enterprises.
14. List the Canons of Public Expenditure.
15. Examine the effects of Public Expenditure on production.
16. Describe the merits and demerits of Indirect Taxes.
17. List out the various sources of Tax revenues of State Governments.

SECTION – C

III. ANSWER ANY TWO QUESTIONS IN 1200 WORDS EACH. (2 X 20 = 40)

18. Explain the Benefit Theory of Taxation.
19. Analyse the cause for the growth of Public Expenditure.
20. Bring out the factors determining taxable capacity.
21. Examine the various non-tax revenue of the Government of India.
