

**STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 86**  
**(For candidates admitted during the academic year 2015–16 and thereafter)**

**SUBJECT CODE: 15EC/PC/PE44**

**M. A. DEGREE EXAMINATION, APRIL 2018**  
**BRANCH III – ECONOMICS**  
**FOURTH SEMESTER**

**COURSE : CORE**  
**PAPER : PUBLIC ECONOMICS - II**  
**TIME : 3 HOURS**

**MAX. MARKS: 100**

**SECTION – A**

**ANSWER ANY FIVE QUESTIONS. EACH ANSWER NOT TO EXCEED 300 WORDS**  
**(5 X 8 = 40)**

1. Write a short note on debt management.
2. State the classifications of budget.
3. Discuss the pros and cons of zero base budgeting system.
4. Explain the objectives and instruments of fiscal policy.
5. Write a note on Lerner's functional finance.
6. Describe the principles of federal finance.
7. Point out the causes of growth of public expenditure in India.

**SECTION – B**

**ANSWER ANY THREE QUESTIONS. EACH ANSWER NOT TO EXCEED 1200 WORDS.**  
**(3 x 20 = 60)**

8. Critically analyse Domar's theory of public debt.
9. Examine the working of performance budgeting and list out its short comings.
10. 'Monetary policy is more vibrant than fiscal policy in steering the economy' – comment on.
11. Discuss the various mechanisms of Resource transfer in Indian financial system.
12. Evaluate the union Government budget 2018-19.

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