

(6 pages)

Reg. No. : _____

Code No. : 10621 E Sub. Code : CMEC 52

B.A. (CBCS) DEGREE EXAMINATION,
NOVEMBER 2023

Fifth Semester

Economics — Core

PUBLIC FINANCE - I

(For those who joined in July 2021 - 2022)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. The old and popular term of the subject is _____.
(a) Fiscal economics
(b) Public finance
(c) Both (a) and (b)
(d) None
2. Public authorities include
(a) Central Government
(b) State Government
(c) Local Government
(d) All of the above
3. J.S. Mill classified public expenditure into _____.
(a) Necessary (b) Optional
(c) Both (a) and (b) (d) None
4. In India, the expenditure of union government is divided into _____ categories.
(a) two (b) three
(c) four (d) five
5. The sources of public revenue is/are
(a) Taxation
(b) Fees and Fines
(c) Prices
(d) All of these
6. According to Mr. Laffer, "When the tax rate is 100%, the tax revenue will be _____".
(a) 50% (b) 25%
(c) 10% (d) Zero
7. The Indian Tax system is _____.
(a) Proportional (b) Progressive
(c) Regressive (d) Degressive
8. GST was implemented in India in _____.
(a) July 2017 (b) April 2017
(c) May 2017 (d) August 2017
9. _____ refers to loans floated within the country.
(a) Internal debt (b) External debt
(c) Funded debt (d) Unfunded debt
10. Redemption of debt means
(a) Internal debts (b) Repayments of debts
(c) Conversion (d) All of these
11. (a) Explain the subject matter of public finance.
Or
(b) State the objectives of fiscal operation.
12. (a) Narrate the need for public expenditure.
Or
(b) Indicate the classification of public expenditure.
13. (a) Mention the sources of public revenue.
Or
(b) Write a short note on "Non-Tax Revenue".
14. (a) Explain the objectives of Taxation.
Or
(b) Write the pros and cons of GST.
15. (a) Explain the need for public debt.
Or
(b) Write a short note on "Capital Levy".

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PART B — (5 × 5 = 25 marks)

Answer ALL questions choosing either (a) or (b).

Each answer should not exceed 250 words.

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[P.T.O.]

PART C — (5 × 8 = 40 marks)

Answer ALL questions choosing either (a) or (b).
Each answer should not exceed 600 words.

16. (a) Distinguish between private finance and public finance.

Or

- (b) Discuss the role of public finance in India.

17. (a) Elucidate the effects of public expenditure.

Or

- (b) Examine the public expenditure in India.

18. (a) Enumerate the classification of public revenue.

Or

- (b) Analyse the trends in Indian Public Revenue.

19. (a) Briefly explain the classification of Taxation.

Or

- (b) Describe the pros and Direct Tax.

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20. (a) Explain in detail the burden of public debt.

Or

- (b) Mention the provisions for repayment of public debt.

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