

D 41055

(Pages : 3)

Name.....

Reg. No.....

**SIXTH SEMESTER B.A. DEGREE (SUPPLEMENTARY) EXAMINATION
MARCH 2018**

(CCSS)

EC 6B 12/DEC 6B 12—PUBLIC FINANCE

(Common for Foreign Trade and Development Economics)

(2013 Admissions)

Time : Three Hours

Maximum : 30 Weightage

Part A (Objective Type Questions)

Answer all four questions.

1. Sales tax is levied and collected by :
 - (a) Local Government.
 - (b) Union Government.
 - (c) State Government.
 - (d) World Bank and IMF.
2. The principle of non-rivalry in consumption is the main feature of :
 - (a) Theory of social goods.
 - (b) Theory of federal finance.
 - (c) Theory of private goods.
 - (d) Theory of Administered goods.
3. Cannon of diversity is given by :
 - (a) Dalton.
 - (b) Bastable.
 - (c) Adam Smith.
 - (d) Pigou.
4. Financial year in India starts from :
 - (a) January 1st.
 - (b) April 1st.
 - (c) March 1st.
 - (d) July 1st.

(4 × ¼ = 1 weightage)

Fill in the Blanks Questions.

Answer all four questions.

5. Escheat means a form of _____.
6. The burden of long-term debt falls on _____ generation.
7. Repudiation means _____.
8. Digressive tax is a blending of _____.

(4 × ¼ = 1 weightage)

Turn over

*True or False Questions.
Answer all four questions.*

- 9. Capital levy is method of debt repayment.
- 10. Cannon of simplicity is given by Adam Smith.
- 11. Incidence of tax cannot be shifted.
- 12. Expenditure tax for India was recommended by K.N. Raj.

(4 × ¼ = 1 weightage)

Part B (Short Answer Type Questions)

Answer all questions.

- 13. Meaning of Public Finance.
- 14. Cannon of surplus.
- 15. Public debt.
- 16. Sinking fund.
- 17. Incidence of a tax.
- 18. Differentiate Public Good and Private Good.
- 19. Public revenue.
- 20. Federal finance.
- 21. Zero base budgeting.

(9 × 1 = 9 weight)

Part C (Short Essay Type Questions)

Answer any five questions.

- 22. Scope of public finance.
- 23. Peacock - Wiseman hypothesis.
- 24. Effects of public expenditure.
- 25. Cannons of taxation.
- 26. Impact, incidence and shifting of a tax.
- 27. Types of public debt.
- 28. Sources of public revenue.

(5 × 2 = 10 w)

Part D (Essay Type Questions)

Answer any two questions.

29. Principles of federal finance.
30. Principles of Maximum social advantage.
31. Adolf Wagner's theory of public expenditure.

(2 × 4 = 8 weightage)