D 50800   (Pages : 2)   Name...

Reg. No.....................................

FIFTH SEMESTER (CBCSS—UG) DEGREE EXAMINATION
NOVEMBER 2023

Economics

ECO 5B 07—FISCAL ECONOMICS

(2019 Admission onwards)

Time : Two Hours and a Half   Maximum : 80 Marks

Section A

Short Answer Questions.
Maximum marks in this Section is 25.
Students can attempt **all** *questions.*
Each question carries a maximum of 2 *marks.*

1. Characteristics of public goods.

2. Free-rider problem.

3. Incidence of taxation.

4. Vertical and horizontal imbalance.

5. Merit goods and mixed goods.

6. Canons of public expenditure.

7. Contra-cyclical fiscal policy.

8. Finance Commission.

9. Black money.

10. Goods and Services Tax.

11. Primary deficit and fiscal deficit.

12. Cost-benefit analysis.

13. Corporate tax.

14. NITI Aayog.

15. Octroi.

Turn over

Section B

Short Essay / Paragraph Questions.
Maximum marks in this Section is 35.
Students can attempt **all** *questions.*
Each question carries a maximum of 5 marks.

16. What are the different types of public debt ? Explain public debt management.

17. Differentiate between performance budgeting and programme budgeting.

18. What are the investment criteria for project evaluation ?

19. Explain meaning and objectives of deficit financing. Point out the impact of deficit financing on the economy.

20. Explain the Principle of Maximum Social Advantage.

21. Define fiscal federalism. Bring out the relevance of fiscal federalism.

22. Explain ability to pay theory of taxation.

23. Discuss the sources and functions of local finance.

Section C

Long Essay Questions.
Answer any **two** *questions.*
Each question carries a maximum of 10 *marks.*

24. Differentiate between public finance and private finance. Discuss the nature and scope of public finance.

25. Explain Wagner's theory of public expenditure. Highlight major deviation of Peacock-Wiseman Hypothesis from Wagner's theory.

26. What are the sources of public revenue ? Explain the canons of taxation.

27. Explain the significance and types of budgeting. Narrate the procedure of budgeting in India.

(2 × 10 = 20 marks)