

K23P 1312



Reg. No. :

Name :

III Semester M.A. Degree (C.B.S.S. – Reg./Supple./Imp.)
Examination, October 2023
(2020 Admission Onwards)
ECONOMICS/APPLIED ECONOMICS/DEVELOPMENT ECONOMICS
ECO3C10 : Public Economics – II

Time : 3 Hours

Max. Marks : 60

PART – A

Objective type questions. Answer **all** questions.

1. Which of the following is not a source of government revenue ?
 - a) Taxes
 - b) Borrowing
 - c) Grants and aids
 - d) Privatization
2. Which type of tax is based on a persons income ?
 - a) Value-Added Tax (VAT)
 - b) Excise tax
 - c) Sales tax
 - d) Income tax
3. What is the main purpose of fiscal policy ?
 - a) To control inflation
 - b) To regulate interest rates
 - c) To stabilize the economy
 - d) To promote international trade
4. Which of the following is a union tax ?
 - a) Corporation tax
 - b) Taxes on agricultural income
 - c) Capitation taxes
 - d) Land revenues
5. The tax levied by the union government on income of individuals is known as
 - a) Personal income tax
 - b) Interest tax
 - c) Wealth tax
 - d) Corporation tax

P.T.O.



PART – C

Short essay. Answer **any 4** questions. Answer should **not** exceed **2½** pages **each**.

20. How does taxation affect the economy ?
21. What are the main types of taxes ?
22. How is public expenditure typically categorized ?
23. What is the purpose of a balanced budget in the public sector ?
24. Write a note on FRBM Act.
25. Examine the role of public expenditure in UDCs. (4×5=20)

PART – D

Long essay. Answer **any two** questions. Answer should **not** exceed **6** pages **each**.

26. Examine the role of government in a national economy.
27. Discuss the contribution of various committees on taxation in India.
28. Compare and contrast classical and modern theories of budget.
29. Comment on the central-state financial relations in India. (2×10=20)

