

QP Code: D132607		Total Pages: 2	Name:
			Register No.
FIRST SEMESTER UG DEGREE EXAMINATION, NOVEMBER 2025			
(CUFYUGP)			
ECO1MN101: Fiscal Tools for Policy Formulation			
2024 Admission onwards			
Maximum Time :2 Hours			Maximum Marks :70
Section A			
All Questions can be answered. Each Question carries 3 marks (Ceiling : 24 Marks)			
1	Define fiscal policy. Point out any four objectives of fiscal policy		
2	Explain meaning and significance of zero based budgeting		
3	Write a note on Peacock Wiseman Hypothesis		
4	Distinguish between impact and incidence of taxation		
5	What are the three pillars of fiscal policy?		
6	Point out major causes of growing public debt in India		
7	Distinguish between revenue expenditure and capital expenditure		
8	Write a note on GST		
9	What do you mean by taxable capacity?		
10	Distinguish between deficit budget and surplus budget		
Section B			
All Questions can be answered. Each Question carries 6 marks (Ceiling : 36 Marks)			
11	Explain Keynes' view on fiscal policy		
12	Define public debt. What are the objectives of public debt?		
13	Discuss the emerging role of public expenditure in India		
14	Differentiate between proportional, progressive and regressive taxation using suitable examples		
15	Examine important instruments of fiscal policy		
16	Distinguish between productive and unproductive debt. Discuss the burden of public debt		
17	<i>Wagner's law observes that public expenditure increases as national income rises.</i> Discuss		
18	<i>Main sources of public revenue can be classified into tax revenue and non tax revenue.</i> Explain		

Section C	
Answer any ONE. Each Question carries 10 marks (1x10=10 Marks)	
19	Describe the principles of taxation
20	Examine the purpose of budget. Differentiate between performance budgeting and programme budgeting