

D 30662

(Pages : 2)

Name.....

Reg. No.....

**FIFTH SEMESTER (CBCSS—UG) DEGREE EXAMINATION
NOVEMBER 2022**

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. Primary deficit.
2. Vertical equity.
3. Investment evaluation.
4. Taxable capacity.
5. Finance Commission.
6. Forward shifting of tax.
7. Capital expenditure.
8. Budget.
9. Direct tax.
10. Fiscal crisis.
11. Canons of public expenditure.
12. Black money.
13. Public goods.
14. Inter-governmental transfers.
15. Incidence of a tax.

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 canons of taxation given by Adam Smith ?
17. Define deficit financing. Explain the need for deficit financing.
18. Prepare a note on NITI Aayog.
19. Explain the meaning and structure of GST.
20. Differentiate between zero based budgeting and performance budgeting.
21. Discuss the nature and scope of public finance.
22. Point out major recommendations of 15th Finance Commission.
23. Define contra cyclical fiscal policy. Examine the role of fiscal policy for stabilization.

Section C

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

24. What are the sources of public revenue in India ? Explain the ability to pay principle of taxation.
25. What are the reasons for increasing public debt in India ? Explain the principles of public debt management.
26. Differentiate between public finance and private finance. Explain the principle of maximum social advantage.
27. Explain Wagner's view of public expenditure. Discuss the superiority of Peacock -Wiseman thesis over Wagner's hypotheses

(2 × 10 = 20 marks)