



LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

M.A. DEGREE EXAMINATION - ECONOMICS

FOURTH SEMESTER – APRIL 2013

EC 4808 - PUBLIC ECONOMICS - II

Date : 25/04/2013
Time : 1:00 - 4:00

Dept. No.

Max. : 100 Marks

Part – A

Answer any FIVE questions in about 75 words each:

(5 x 4 = 20)

1. Write a note on state excise duties.
2. Explain the concepts of Revenue deficit and fiscal deficit.
3. Distinguish between progressive and regressive public expenditures.
4. What is Oil subsidy bill? Bring out its merits and demerits.
5. Name the fiscal tools for economic stabilization.
6. Why do we need a tax on capital gains?
7. What is counter cyclical expenditure?

Part – B

Answer any FOUR questions in about 300 words each:

(4 x 10 = 40)

8. List out and explain certain areas of conflict in center-state financial relations.
9. Why do we need Local bodies in India?
10. What is the importance of sales tax in state finance?
11. Evaluate the recommendations of XII Finance Commission.
12. Explain fiscal dynamics with the help of multiplier and accelerator interaction model of Samuelson.
13. Suggest some remedial measures to overcome recession in India.
14. Justify the stay of wealth tax in India.

Part – B

Answer any TWO questions in about 900 words each:

(2 x 20 = 40)

15. How excess burden is measured under partial and general equilibrium conditions?
16. Design an ideal fiscal policy to overcome current sluggishness in Indian Economy.
17. What are the causes and consequences of deficit budgeting in India?
18. With the help of IS-LM model analyze the efficiency of fiscal and monetary policies in economic stabilization.
