

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

FIFTH SEMESTER – NOVEMBER 2009

EC 5503 - FISCAL ECONOMICS

Date & Time: 02/11/2009 / 9:00 - 12:00 Dept. No.

Max. : 100 Marks

PART – A

Answer any FIVE not exceeding 75 words

(5 x 4 = 20)

1. Bring out the features of public goods.
2. What are the canons of Taxation.
3. Explain the concept 'Debt trap'.
4. What is a Federal System.
5. Explain 'Unit Tax'.
6. Explain the causes of Deficit.
7. What are the instruments of Fiscal Policy.

PART – B

Answer any four – 300 words

(4 x 10 = 40)

8. Explain the theory of Maximum Social Advantage.
9. How does a public sector vary from a private sector with respect to the nature of goods pricing.
10. Explain the reasons for increasing public expenditure in India – Explain the relevance of wagnars law.
11. What are the sources of Internal Debt and External Debt.
12. Explain Budgetary Deficits – What are the measures to control Budgetary Deficits.
13. Explain the theory of Incidence and Shifting in relation to elasticity.
14. Examine the Budget of 2009-2010.

PART – C

Answer any 2 questions

(2 x 20 = 40)

15. Explain the characteristics of a good tax system. How do you assess Indian Tax System.
16. Explain the canons of Public Expenditure in detail and review it in Indian Context.
17. Explain the recommendations of Twelfth Finance Commission and the Centre-State finance relationship.
18. Explain the objectives of Fiscal Policy. What are the stimulus packages you suggest for the present economic crisis.

