



**LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034**

**B.A. DEGREE EXAMINATION – ECONOMICS**

FIFTH SEMESTER – NOVEMBER 2011

**EC 5507 - FISCAL ECONOMICS - II**

Date : 08-11-2011  
Time : 9:00 - 12:00

Dept. No.

Max. : 100 Marks

**PART – A**

**Answer any FIVE questions not exceeding 75 words each:**

(5 x 4 = 20 Marks)

1. What do you mean by Value Added Tax?
2. List out the arguments in favour of Wealth Tax.
3. Write short notes on Motor Vehicle Tax.
4. What are the main purposes of levying custom duties?
5. List out the main organs of Local Bodies in rural and urban areas of India.
6. What is meant by Union Budget?
7. Distinguish between Revenue Budget and Capital Budget.

**PART – B**

**Answer any FOUR questions not exceeding 250 words each:**

(4 x 10 = 40 Marks)

8. Briefly explain the Personal Income Tax.
9. Discuss the merits and demerits of Sales Tax.
10. Explain the functions of Zila Parishad.
11. Discuss the main recommendations of twelfth finance commission.
12. What are the main disputes between Center State Financial Relations?
13. Examine the role of Finance Commissions.
14. Explain the causes and consequences of deficit budgeting.

**PART – C**

**Answer any TWO questions in about 900 words each:**

(2 x 20 = 40 Marks)

15. Describe the various Taxes levied by the Central Government of India.
16. Explain the significance of Agricultural Income Tax and its difficulties.
17. Analyze the functions of Gram Panchayats and Municipal Corporations.
18. Critically analyze the recommendations of 13<sup>th</sup> Finance Commission.

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