



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

**M.A. DEGREE EXAMINATION – ECONOMICS**

**THIRD SEMESTER – NOVEMBER 2016**

**EC 3809 - PUBLIC ECONOMICS - I**

Date: 03-11-2016  
Time: 09:00-12:00

Dept. No.

Max. : 100 Marks

**PART – A**

**Answer any FIVE questions in about 75 words each.**

**(5X4=20 marks)**

1. Distinguish between social and private goods.
2. Write a short note on Pseudo-demand curve.
3. What is concentration effect?
4. What is meant by voting paradox?
5. Write a short note on internal rate of return.
6. What is administered pricing mechanism?
7. What is meant by sinking fund?

**PART – B**

**Answer any FOUR questions in about 300 words each.**

**(4X10=40 marks)**

8. Diagrammatically explain the efficient provision of social goods.
9. Explain the Wicksell's approach of absolute and relative unanimity rules.
10. Write a summary of the political interaction cost of democratic voting.
11. Enumerate the techniques of cost-benefit analysis.
12. Highlight the role and objectives of public sector in India.
13. Distinguish between private debts and public debts.
14. Bring out the main propositions of modern theory of public debt.

**PART – C**

**Answer any TWO questions in about 1200 words each.**

**(2X20=40 marks)**

15. Discuss the major functions of public finance.
16. Describe the Arrow's Impossibility theorem to constitute the effective social welfare function.
17. Explain the reasons for the growth of public expenditure in India.
18. Analyze the various methods of redemption of public debt in India.

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