

St. Philomena's College (Autonomous), Mysore
PG Department of Studies and Research in Economics
Question Bank(Revised Curriculum 2018 onwards)
First Year-Second Semester (2018-20 Batch)
Public Economics: Theory and Policy QP Code:51102

Unit	Sl.No	Answer the following questions	Marks
1	1	Define public goods.	2
1	2	What is public finance?	2
1	3	Distinguish between public good and private good.	2
1	4	Which are merit goods?	2
1	5	Write two functions of modern state	2
1	6	Who are free riders?	2
1	7	Define market failure.	2
1	8	Define welfare.	2
1	9	What are negative externalities? Give an example.	2
1	10	Define externalities.	2
2	11	Income tax rate in India is?	2
2	12	Define tax devolution.	2
2	13	Define public revenue.	2
2	14	What is canon of taxation?	2
2	15	Define incidence of taxation.	2
2	16	Give two examples of direct taxes.	2
2	17	What is corporation tax?	2
2	18	What is canon of certainty?	2
2	19	What is canon of equality?	2
2	20	What is public investment?	2
2	21	Define the Coase theorem.	2
3	22	Define Income Redistribution?	2
3	23	Define public expenditure.	2
3	24	What is Capital receipt?	2
3	25	Distinguish between plan and non-plan expenditure.	2
3	26	What is capital expenditure?	2
4	27	Define budget.	2
4	28	What is deficit financing?	2
4	29	Define deficit financing.	2
4	30	What is PPB?	2
4	31	Distinguish between budgetary deficit and fiscal deficit.	2
4	32	What is zero base budgeting?	2
4	33	What is public debt?	2
4	34	Mention the types of public debt.	2

4	35	What is primary deficit?	2
5	36	Define Fiscal policy.	2
5	37	What is fiscal deficit?	2
5	38	Define price stability.	2
5	39	Mention the important objectives of monetary policy.	2
5	40	Define horizontal and vertical imbalance.	2
5	41	What is finance commission?	
		PART-B	
1	42	Explain the importance of public goods.	5
1	43	Describe the similarities and dissimilarities between public finance and private finance.	5
1	44	Explain the importance of public finance in the developing economy.	5
1	45	Explain the objectives of public finance.	5
1	46	Briefly explain the theory of the principle of maximum social advantage.	5
1	47	Explain the principle of maximum social advantage theory.	5
1	48	Explain the scope of state in a liberalized economy.	5
1	49	What are externalities? Explain their characteristics.	5
1	50	Explain the changing perspective about the role of the government in market economies.	5
1	51	Briefly explain types of externality.	5
2	52	Discuss on ability to pay principle of taxation.	5
2	53	Describe the characteristics of a Tax.	5
2	54	Explain Ramsey rule.	5
2	55	What do you mean by MODVAT? Discuss its merits and demerits.	5
2	56	Describe the equity principle of taxation.	5
2	57	What are the canons of taxation, explain.	5
3	58	Explain the growth in public expenditure with the help of peacock – Wiseman Hypothesis.	5
3	59	Explain the criteria for public investment.	5
3	60	Discuss the reasons for growth in public expenditure.	5

3	61	Explain in brief the Dalton's classification on public expenditure.	5
3	62	Explain the Lindahl model of public expenditure.	5
3	63	Describe the ways and means to achieve expenditure control in India.	5
3	64	Explain the aims and objectives of public expenditure.	5
3	65	Explain the effects of public expenditure in Inflation.	5
4	66	Explain the concepts of fiscal deficit and primary deficit.	5
4	67	Explain the concept of PPB.	5
4	68	Explain the role of deficit financing on creating employment opportunity in the economy.	5
4	69	What is deficit budgeting? What are the effects of the same?	5
4	70	Explain the essential features of the budget.	5
4	71	Explain the different types of budget.	5
4	72	Write a note on Zero Base Budget.	5
4	73	Discuss the major source of public debt.	5
4	74	Explain the advantages and limitations of zero base budgeting.	5
4	75	Discuss the objectives of public borrowings.	5
5	76	Explain the functions of the finance commission.	5
5	77	Explain the importance and principle of fiscal federalism.	5
5	78	Describe the objectives of fiscal policy in a developing economy.	5
5	79	Explain the essential features of a federal system.	5
5	80	Explain the recommendations of the 14th finance commission in the Indian economy.	5
5	81	Write a note on finance commission of India.	
		PART-C	10
1	82	Define externality. How to overcome the problem of externality?	10
1	83	Critically examine the principle of maximum social advantage. Explain its importance in policy formulation.	10
1	84	Explain the problems in revealing preference for public goods and there aggregation. How to reconcile the conflicting preferences?	10

1	85	Explain the characteristics and necessity of public goods?	10
1	86	What is market failure? Explain the reason for market failure?	10
2	87	Evaluate the Chelliah committee recommendations.	10
2	88	Discuss on various concepts of tax incidence.	10
2	89	Explain the factors affecting the incidence of taxation.	10
2	90	Briefly explain the theories of taxation.	10
2	91	Critically examine the ability to pay principle to taxation .what are the approaches to measure ability to pay?	10
2	92	Explain the important canons of taxation.	10
3	93	Critically examine peacock- Wiseman's theory of public expenditure.	10
3	94	Examine the need for public expenditure evaluation. Discuss the role of cost benefit analysis as a technique of project evaluation.	10
3	95	Critically examine public expenditure on poverty alleviation programmes?	10
3	96	Describe the expenditure programme for the poor?	10
4	97	Discuss the role of public debt management. Analyze the principles and implications of public debt management.	10
4	98	Discuss the role of deficit financing in Indian economy.	10
5	99	Discuss the issues of revenue devolutions and grants in aid through finance commission.	10
5	100	Account for vertical and horizontal fiscal imbalances. Examine the role of finance commission in bridging the fiscal gap?	10
5	101	Discuss the instruments of fiscal policy which influence the economic stability of an economy.	10

Question Paper Pattern- Model Question Paper

St. Philomena's College (Autonomous) Mysore
II Semester M.A.– Final Examination May - 2019

Subject: ECONOMICS

Title: PUBLIC ECONOMICS THEORY AND POLICY (HC)

Time: 3 Hours

Max Marks: 70

PART –A

Answer any FIVE of the following:

5x2=10

- a What is public finance? 1
- b Who are free riders? 1
- c Define tax incidence. 2
- d What is public investment? 2
- e Define price stability. 5
- f What is PPB? 4
- g What is social responsibility? 5
- h Mention the important objectives of monetary policy. 5

PART –B

Answer any SIX of the following:

6x5=30

- Distinguish between public and private goods. 1
- Explain the principle of Maximum Social Advantage. 1
- Discuss on ability to pay principle of taxation. 2
- Discuss the trends in Indian public expenditure. 3
- What is deficit budgeting? Explain different concepts of deficit. 4
- Describe the composition of Indian public Debt. 4
- Briefly explain the objectives of fiscal policy. 5
- Discuss on vertical and horizontal imbalance. 5

PART –C

Answer any THREE of the following:

3x10=30

0. What is market failure? Explain the reasons for market failure. 1
1. Explain the important Canons of Taxation. 2
2. Critically examine public expenditure on poverty alleviation programmes. 3
3. Discuss on various concepts of tax incidence. 2
4. Discuss the issues of revenue devolutions and grants in aid through finance commission. 5
