

Reg. No. : .....

Name : .....

Third Semester B.A. Degree Examination, October 2019

First Degree Programme under CBCSS

Complementary Course – V

EC 1331 : PUBLIC FINANCE AND TRADE

(2013-14 Admissions)

Time : 3 Hours

Max. Marks : 80

SECTION – A

1. Answer **all** questions in **one** word or to a maximum of **two** sentences. Each question carries **1** mark.

1. Term of Trade
2. Merit good
3. Fine
4. Depreciation
5. Public finance
6. International trade
7. Capital levy
8. Public debt

9. GATT

10. BOP.

(10 × 1 = 10 Marks)

SECTION – B

11. Answer any **eight** questions not exceeding **One** paragraph. Each question carries **2** marks.

11. What are the principles of public expenditure? Explain.
12. Distinguish between impact and incidence of a tax.
13. Explain major fiscal functions of the government.
14. What are the differences between tax and price?
15. What are the instruments of stabilization policy?
16. Distinguish between direct tax and indirect tax.
17. Explain the functions of WTO.
18. Discuss various sources of public revenue.
19. Distinguish between redeemable and irredeemable public debt.
20. Explain the structure of balance of payment.
21. What are the merits of indirect tax? Explain.
22. Examine the features of Indian tax system.

(8 × 2 = 16 Marks)

SECTION – C

- III. Answer any **six** questions not exceeding **120** words. Each question carries **4** marks.
23. What are the reasons for the growth of public expenditure in India? Explain.
  24. Distinguish between public good and private good.
  25. Explain Ricardian theory of international trade.
  26. What are the causes for BOP disequilibrium? Explain.
  27. Comment on the situation of public debt in India.
  28. Explain the importance of international trade in an economy.
  29. Distinguish between BOT and BOP.
  30. Briefly explain about major central taxes in India.
  31. Discuss classification of public debt.

(6 × 4 = 24 Marks)

SECTION – D

- IV. Answer any **two** questions not exceeding **4** pages. Each question carries **15** marks.
32. Explain the scenario of public expenditure in India.
  33. What is public debt redemption? Explain the methods of public debt redemption.
  34. Define public finance. Examine the scope of public finance.
  35. Critically examine the impact of WTO on Indian economy.

(2 × 15 = 30 Marks)