

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034



B.A. DEGREE EXAMINATION – ECONOMICS

FOURTH SEMESTER – APRIL 2016

EC 4504 – FISCAL ECONOMICS - I

Date: 22-04-2016

Dept. No.

Max. : 100 Marks

Time: 09:00-12:00

PART – A

(5 x 4 = 20 Marks)

Answer any FIVE questions not exceeding 75 words each.

1. What do you mean by Public Finance?
2. List out the canons of Public Expenditure.
3. Differentiate between Fees and Fines.
4. What are the various types of Public Expenditure?
5. What do you mean by the 'Incidence of Taxation'?
6. What do you mean by taxable capacity?
7. Briefly explain the cost of service theory.

PART – B

(4 x 10 = 40 Marks)

Answer any FOUR questions not exceeding 250 words each

8. Explain the scope of public finance.
9. Explain the various sources of Public Revenue.
10. Discuss the reasons for the growth of public expenditure in India.
11. Briefly explain the canons of taxation.
12. Explain the features of a good tax system.
13. Critically evaluate the Benefit Theory of Taxation.
14. Bring out the objectives of Fiscal Policy.

PART – C

(2 x 20 = 40 Marks)

Answer any TWO questions in about 900 words each.

15. Explain the Principle of Maximum Social Advantage. What are the difficulties in its application?
16. Discuss the effects of Taxation on Production, Distribution and Consumption.
17. Critically examine the Ability to pay theory of taxation.
18. Explain the important theories of Incidence in taxation.

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