LOYOLA COLLEGE (AUTONOMOUS) CHENNAI – 600 034

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

SIXTH SEMESTER – **APRIL 2025**

16/17/18UEC6MC02 – INDIAN FISCAL SYSTEM

Date: 26-04-2025 Dept. No. Max. : 100 Marks
Time: 09:00 AM - 12:00 PM

SECTION – A

Q. No	**Answer any FOUR of the following.** **(4 × 10 = 40 Marks)**
1	Illustrate the contribution of personal income tax and corporate tax in India.
2	Discuss the effects of taxes levied by the State Government.
3	List out the major sources of local finance in India.
4	Elaborate the functions of the finance commission.
5	Give an overview of the union budget.
6	Assess the state revenue from taxes and duties.
7	Do you think deficit financing is inflationary? Give reasons.
8	Explain the role of federal finance in dealing with the financial disputes between Centre and States.

SECTION – B

Answer any THREE of the following **(3 × 20 = 60 Marks)**

9	Explain the components of revenue expenditure.
10	Examine the various capital receipts of the Union Government.
11	Assess the factors that affect the taxable capacity.
12	Analyze the various recommendations of the finance commission.
13	Evaluate the methods of tax collection by the local bodies.
14	Discuss the causes and consequences of deficit financing in India.
