

LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034

B.A. DEGREE EXAMINATION – ECONOMICS

FIFTH SEMESTER – November 2009

EC 5507 - FISCAL ECONOMICS - II

Date & Time: 10/11/2009 / 9:00 - 12:00 Dept. No.

Max. : 100 Marks

PART – A

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

(5 x 4 = 20 Marks)

1. What is Wealth Tax?
2. Define Sales tax.
3. What is VAT?
4. Define Local finance?
5. State the meaning of Octroi?
6. What do you mean by Deficit budget?
7. List out the functions of Finance Commission.

PART – B

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

(4 x 10 = 40 Marks)

8. What are the advantages and disadvantages of Personal Income Tax?
9. Explain the concept of State Excise duties.
10. State the functions of Gram Panchayats.
11. Write a short note on Performance budgeting.
12. Differentiate between Revenue budget and Capital budget.
13. Explain the principles of Federal finance.
14. Distinguish between Planning Commission and Finance Commission.

PART – C

Answer any **TWO** questions in about 900 words each

(2 x 20 = 40 Marks)

15. Examine the case for and against Expenditure Tax in India.
16. Explain the sources of finances for Local Government.
17. What are the Causes and Consequences of deficit budgeting?
18. Critically examine the Centre- State financial relationship in India and explain the recommendations of 12th Finance Commission?

