(FOR THE CANDIDATES ADMITTED DURING THE ACADEMIC YEAR 2025-2026 ONLY)

23 UEO 614

REG.NO. :

N.G.M.COLLEGE (AUTONOMOUS) : POLLACHI

END-OF-SEMESTER EXAMINATIONS : MAY 2026

B.A.ECONOMICS **MAXIMUM MARKS: 75**

SEMESTER: VI **TIME : 3 HOURS**

PART-III

PUBLIC ECONOMICS

SECTION – A (10 X 1 = 10 MARKS)

ANSWER THE FOLLOWING QUESTIONS. (K1)

1. Which of the following is a normative aspect of Public Finance?

a) Measurement of national income b) Principles of maximum social advantage

c) Recording government expenditure d) Tax collection procedures

2. Goods and Services Tax (GST) in India is an example of ________

a) Progressive tax b) Luxury tax only c) Direct tax d) Indirect tax

3. Public expenditure refers to __________

a) spending by private individuals b) Spending by government on goods, services, and welfare

c) Spending by firms on production d) None of the above

4. Which type of public debt does not require repayment during the lifetime of the borrower?

a) Funded debt b) Floating debt c) Permanent debt d) Redeemable debt

5. The 14th Finance Commission recommended _________

a) Devolution of 42% of central taxes to states b) Fiscal deficit of 5%

c) Elimination of GST d) Introduction of Direct Benefit Transfer only

ANSWER THE FOLLOWING IN ONE (OR) TWO SENTENCES (K2)

6. Mention two usefulness of the principle of Maximum Social Advantage.

7. Define Taxation.

8. Mention any two canons of Public Expenditure.

9. What is meant by the debt Burden?

10. Define Federal Finance.

SECTION – B (5 X 5 = 25 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS. (K3)

11 a) What are the scope of Public Finance?

(OR)

b) Describe the objectives of Fiscal Operations.

12. a) Explain the classification of Taxes.

(OR)

b) Explain the major factors affecting the incidence of a Tax.

ETHICAL PAPER

13. a) What are the effects of Public Expenditure?

(OR)

b) What are the criteria for Public Investment? Explain their importance.

14. a) What are the causes of Public debt?

(OR)

b) Point out the advantages and disadvantages of Public debt.

15. a) Describe the procedures of budgeting followed in India.

(OR)

b) Write a short note on Finance commission.

SECTION – C (5 X 8 = 40 MARKS)

ANSWER EITHER (a) OR (b) IN EACH OF THE FOLLOWING QUESTIONS.(K4 (Or) K5)

16. a) Explain the Principle of Maximum Social Advantage.

(OR)

b) Distinguish between Public Finance and Private Finance.

17. a) Describe the sources of Public Revenue.

(OR)

b) Discuss the objectives of taxation in a Modern Economy.

18. a) Describe the structure and growth of public expenditure in India.

(OR)

b) Explain the classification of public expenditure with suitable examples.

19. a) State and explain the principles of Public Debt Management.

(OR)

b) Explain the various methods of redeeming Public Debt.

20. a) Elucidate the principle of Budget.

(OR)

b) Examine the functions and significance of NITI Aayog in fiscal planning.

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