

B.A. DEGREE EXAMINATION, 2010

([ECONOMICS](#))

(SECOND YEAR)

(PART - III)

(PAPER - VI)

660. PUBLIC FINANCE

(Including Lateral Entry and Double Degree)

May] [Time : 3 Hours

Maximum : 100 Marks

Answer any FIVE questions.

All questions carry equal marks. (5 × 20 = 100)

1. Discuss the distribution and stabilization functions of the State.
2. Why has public expenditure increased in recent years ?
3. Discuss the cannons of taxation.
4. What is meant by taxable capacity ? What are the factors that determine the taxable capacity ?
5. Distinguish impact, shifting and incidence of a tax. What are the factors that determine the incidence of indirect taxes ?
6. What are the objectives of [fiscal policy](#) of India ?
7. What are the different forms of public debt.
8. Examine the guiding principles of federal finance.
9. Explain the various objectives of [deficit financing](#). Explain the consequences of it.
10. Critically examine the major recommendations of the 10th Finance Commission.