

4/H-16 (iv) (Syllabus-2015)

2 0 1 7

(April)

ECONOMICS

(Honours)

(Public Economics)

(Paper—IV)

Marks : 75

Time : 3 hours

*The figures in the margin indicate full marks
for the questions*

**Answer five questions, taking at least one
from each Unit**

UNIT—I

- 1. Distinguish between public goods and private goods. Explain the problem of free riding with respect to public goods. 5+10=15**
- 2. Explain the principle of maximum social advantage. What are its limitations? 10+5=15**

(2)

UNIT—II

3. Briefly explain the canons of public expenditure. Discuss the Wiseman-Peacock hypothesis. 5+10=15
4. What is taxable capacity? Explain the important factors influencing taxable capacity. 5+10=15

UNIT—III

5. Elaborate the objectives of fiscal policy. In this context, discuss the interdependence between fiscal and monetary policies. 6+9=15
6. What is Finance Commission and what are its functions? State the major recommendations of the 14th Finance Commission. 5+10=15

UNIT—IV

7. Differentiate between productive debt and unproductive debt. Discuss the various methods of debt redemption. 5+10=15
8. What is 'budget'? What are the salient features of economic and functional classification of a budget in the Indian context? 2+13=15
