SARDAR PATEL UNIVERSITY

Semester End Examination 2018

S.Y.B.A (Adv) SEMESTER 3
UA03EEEC02- PUBLIC FINANCE

Date: 29TH NOVEMBER 2018, Thursday   Marks: 60
Time: 2.00 PM TO 4.00 PM

Note: Figures to the right indicate marks.
      Draw diagrams wherever necessary
Q1) Attempt the following -   (15)

1. When total tax revenue exceeds expenditure, it is called:
   a. Surplus budget   b. Balanced budget   c. Deficit budget   d. None of these

2. _____ is the controlling authority of Government expenditure.
   a. RBI   b. Planning Commission   c. Ministry of Finance   d. Finance Commission

3. Generally, the nature of indirect tax is _____.
   a. Progressive   b. Regressive   c. Proportional   d. None of the above

4. _____ tax Progressive in nature.
   a. Direct Tax   b. Indirect Tax   c. GST   d. None of the above

5. The incidence of tax refers to:
   a. The level and rate of taxation   b. Who ultimately pays the tax
   c. The growth of taxation   d. The way in which tax is collected

6. The income of the government through all its sources is called
   a. Public expenditure   b. public revenue   c. Public finance   d. None of these

7. The most important source of income of a government is:
   a. Foreign loans   b. Taxes
   c. Printing of new money   d. Sale of government property

8. Government finance is called:
   a. National finance   b. Public finance   c. Private finance   d.   (a) and (b)

9. A pure public good is subject to:
   a. Non exclusion   b. Exclusion   c. Low satisfaction   d. None of these

(P.T.O.)

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10. Canon of taxation does not include
    a. Largest Good of largest number of people
    c. Elasticity
    b. Economy
    d. individual interest

11. Wagnor's law is related to_____

12._____ is not a method of debt redemption.
    a. surplus budget
    c. conversion
    b. terminal annuity.
    d. write off

13. canon of public expenditure deal with_____

14._____ is not a form of public debt
    a. borrowing by government b. borrowing by State governments
    c. borrowing by central bank d. borrowing by individuals.

15. public expenditure is_____

Q2. Define Public finance? What is the scope of Public Finance? (15)
OR
Q2. Explain the ❂ methods of debt redemption. (15)

Q3. What is public expenditure? Effects of Public Expenditure (15)
OR

Q3. What are the cannons of taxation? (15)

Q4. Attempt ANY TWO of the following (15)

    A) Explain merits and demerits of direct taxes
    B) Classification of public debt
    C) Cannons of public expenditure
    D) Wagnor's law

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