

TM143170A

Reg. No.....

Name.....

M. A. DEGREE (CSS) EXAMINATION, FEBRUARY 2016
THIRD SEMESTER– ECONOMICS
ECO3PE - PUBLIC ECONOMICS
(Supplementary Examination- 2014 Admission)

Time: Three Hours

Maximum Weight: 30

PART A

I. Answer any Five Questions. Each question carries a weight of one

1. Optimal Taxation
2. Merit good
3. Free Rider
4. The concept of 'voting with their feet'
5. Dead weight loss
6. Externalities
7. VAT
8. Nonrival goods

(5x1=5)

PART B

II. Answer any Five questions. Each question carries a weight of two

9. Explain different types of goods with examples
10. Write a short note on the difference between private and public mechanisms for allocating resources
11. Define and explain the Rent Seeking and Directly Unproductive Profit Seeking activities
12. Explain Balanced Budget Multiplier
13. Explain the role of Fiscal Policy for stabilization in LDCs
14. Explain voluntary exchange theory of Lindahl
15. Explain the trade-off between equity and efficiency in taxation
16. Explain the characteristics of Public Goods

(5x2=10)

PART C

III. Answer any Three questions. Each question carries a weight of Five

17. Write a note on Arrows Impossibility Theorem
18. Explain major recommendations of Kelkar Committee on taxation
19. What are the major social goals of Government in LDCs?
20. Define Market Failure. What are the causes of market failure in LDCs?
21. Explain the benefit and ability to pay principles in taxation
22. Write a note on the reasons of increasing black money in India

(3x5=15)