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(3rd Semester)

ECONOMICS

(Honours)

Paper No. : ECO-302

(Public Finance and Banking)

Full Marks : 70

Pass Marks : 45%

Time : 3 hours

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

1. What is Public Finance? Explain the scope of public finance. 4+10=14

Or

What is Monetary Policy? Explain the role of monetary policy in a developing country. 2+12=14

2. What are the different types of public borrowing? Briefly explain the effect of public borrowing in a growing economy. 6+8=14

Or

What is Deficit Financing? Explain the usefulness and limitations of deficit financing for promoting economic development. 2+12=14

3. Explain Adam Smith's canons of taxation. 14

Or

Describe the various sources of public revenue. How is public revenue important in economic development? 8+6=14

4. What is a Finance Commission? Briefly explain the Fourteenth Finance Commission Report of India. 4+10=14

Or

What are the main sources of revenue and expenditure of the State Governments? 7+7=14

5. What were the objectives of the nationalization of commercial banks in India? How far have these objectives been achieved? 6+8=14

Or

Examine the bank rate and the open market operations as methods of credit control. 14
