

2016

(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? Discuss the scope of public finance in a developing country like India. 4+10=14

Or

Explain the principle of maximum advantage. 14

2. What are the different sources of public borrowings? Discuss the various methods of public debt redemption. 7+7=14

Or

Briefly explain Peacock-Wiseman hypothesis of public expenditure. What are the different types and causes of public expenditure in India? 6+8=14

3. What are the objectives of taxation? Explain the merits and demerits of direct tax. 6+8=14

Or

What do you understand by 'taxable capacity'? Briefly explain the tax structure in India. 6+8=14

4. Explain the financial relations between the Centre and States. What constitutes the revenue of the States? 10+4=14

Or

What is deficit budgeting? Highlight the important features of the Union Budget of India 2016-17. 4+10=14

5. Explain the functions of Central Bank. 14

Or

Discuss the rationale and review of bank nationalization in India. What are the recent reforms in the banking sector? 8+6=14
