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April 2016

V sem. ATKT

Business economics

ECO

QP Code : 17906

(2½ Hours)

[Total Marks : 75

- N. B. : (1) All questions are compulsory.
(2) Figures to the right indicate full marks.
(3) Draw neat diagrams wherever necessary.

1. Attempt any two of the following :— 15
 - (a) Discuss the meaning and functions of public finance.
 - (b) Write an explanatory note on Dalton's Principle of Maximum Social Advantage.
 - (c) Outline the features of functional finance.
2. Attempt any two of the following :— 15
 - (a) Discuss the various sources of public revenue.
 - (b) What are the merits and demerits of indirect taxes?
 - (c) Explain the factors determining incidence of taxation.
3. Attempt any two of the following :— 15
 - (a) Explain the causes for growth in public expenditure.
 - (b) Discuss the burden of internal debt.
 - (c) What are the key issues under fiscal federalism?
4. Attempt any two of the following :— 15
 - (a) Discuss the features of Indian money market.
 - (b) Explain the structure of Indian capital market.
 - (c) Outline the reforms that have taken place in the primary segment of Indian capital market since 1991.
5. (a) State with reasons, whether the following statements are true or false :— 8
(any four)
 - (i) Public finance is open to public scrutiny.
 - (ii) Redistributive taxation aims at reducing consumption of the poor.
 - (iii) In case of a tax, there is no quid-pro-quo between a tax payer and government.
 - (iv) Impact refers to ultimate burden of a tax.
 - (v) Transfer expenditure involves creation of goods and services.

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FO-Con. 607-16.

- (vi) Primary deficit is equal to fiscal deficit plus interest payments.
- (vii) Treasury bills are long-term securities issued by the RBI.
- (viii) Stock exchanges are part of money market.

(b) Choose the correct answer and rewrite the statement :- (any seven) 7

- (i) _____ is not within the scope of public finance.
 - (a) Public revenue (b) Public debt
 - (c) Public expenditure (d) Monetary management
- (ii) _____ developed the Maximum Welfare Principle of Budget Determination.
 - (a) Chadwick (b) Musgrave
 - (c) Samuelson (d) Sen
- (iii) _____ among the following explains compatibility between private self interest and collective social good.
 - (a) Invisible hand (b) Investment function
 - (c) Say's Law (d) Balanced budget
- (iv) _____ is an example of a direct tax.
 - (a) Customs duties (b) Service tax
 - (c) Corporation tax (d) Union excise duties
- (v) When supply is _____ the entire burden of tax falls on the seller.
 - (a) Relatively elastic (b) Perfectly inelastic
 - (c) Perfectly elastic (d) Relatively inelastic
- (vi) In case of forward shifting the burden of tax is shifted from _____
 - (a) Producer to consumers (b) Consumers to consumers
 - (c) Consumers to producers (d) All of these
- (vii) _____ is a non-plan expenditure.
 - (a) Expenditure on education
 - (b) Expenditure on employment generation
 - (c) Expenditure on interest payments
 - (d) Expenditure on irrigation
- (viii) The FRBM Act, 2003 was passed to overcome the problem of _____.
 - (a) Fiscal imbalances (b) BOP deficits
 - (c) BOP surpluses (d) Social disorder

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- (ix) _____ and public debt management are closely interlinked.
 (a) Defence Policy (b) Labour Policy
 (c) Foreign Policy (d) Monetary Policy
- (x) _____ is the apex organisation of the Indian money market.
 (a) World Bank (b) RBI
 (c) UTI (d) GIC
- (xi) _____ are issued by commercial banks.
 (a) Certificate of deposits (b) Commercial papers
 (c) Commercial bills (d) Treasury bills
- (xii) _____ is not the role of capital market.
 (a) Investment channelisation
 (b) Providing liquidity
 (c) Mobilisation of savings
 (d) Development of commercial banking

(मराठी रूपांतर)
 (२½ तास)

[एकूण गुण : ७५]

- सूचना : (१) सर्व प्रश्न आवश्यक आहेत.
 (२) उजवीकडील अंक पूर्ण गुण दर्शवितात.
 (३) आवश्यक तेथे सुबक आकृत्या काढा.

१. खालीलपैकी कोणत्याही दोहोंची उत्तरे लिहा :-

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- (अ) सार्वजनिक आयव्ययाचा (राजस्वाचा) अर्थ आणि कार्ये याची चर्चा करा.
 (ब) डाल्टन यांच्या सिमांत सामाजिक लाभ तत्त्वावर विश्लेषणात्मक टिप लिहा.
 (क) कार्यात्मक वित्ताच्या वैशिष्ट्यांचा आढावा घ्या.

२. खालीलपैकी कोणत्याही दोहोंची उत्तरे लिहा :-

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- (अ) सार्वजनिक प्राप्तीच्या विविध स्त्रोतांची चर्चा करा.
 (ब) अप्रत्यक्ष करांचे गुण व दोष विशद करा.
 (क) करभाराचे निर्धारक घटक स्पष्ट करा.

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