

ST JOSEPH'S COLLEGE (AUTONOMOUS), BANGALORE-27
B.A ECONOMICS- V SEMESTER
MID-SEMESTER EXAMINATION AUGUST 2019
ECADE 5418: PUBLIC FINANCE

Time: 1 hour

Max Marks: 30

PART-A

I Answer any FIVE of the following:

3X5=15

- 1) Briefly explain the subject matter of public finance.
- 2) What are the various activities of the state according to Musgrave?
- 3) What are club goods? Give a suitable example.
- 4) Define GST. Mention any 3 commodities that are not covered under the GST regime in India.
- 5) Mention the various canons of taxation.
- 6) State the Peacock-Wiseman hypothesis.

PART-B

II Answer any ONE of the following:

15X1=15

- 7) What are market failures? Explain the various conditions under which the market fails.
- 8) Briefly explain the concepts of impact, incidence and shifting of taxes. What are the merits and limitations of indirect taxes?