

**Model Question Paper**

**Fiscal Policy - Part I**

12th Standard

**Economics**

Reg.No. : 

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I. Answer all the questions.

II. Use blue pen only.

III. Question number 16 is compulsory.

Time : 01:00:00 Hrs

Total Marks : 90

5 x 1 = 5

**Part-A**

- 1) Public finance is concerned with the income and expenditure of  
(a) Private sector (b) Agricultural sector (c) Public authorities (d) Industrial sector
- 2) Tax revenue deals with the  
(a) Fees (b) Kinds of taxes (c) Revenue (d) Non tax revenue
- 3) The federal form of government consists of  
(a) central, state and local government (b) central and state government (c) state and local government (d) above all
- 4) The compulsory charge levied by the government is-----  
(a) Licence fees (b) Gifts and grants (c) Loan (d) Tax
- 5) In ZBB every year is considered as a  
(a) base year (b) financial year (c) new year (d) academic year

**Part-B**

- 6) Define Public Finance.
- 7) What is the subject matter of Public Finance ?
- 8) What are the canons of taxation ?
- 9) What are the kinds of tax ?
- 10) What is zero based budget ?

5 x 3 = 15

**Part-C**

- 11) Explain the canons of taxation?
- 12) What are main sources of tax and non-tax revenue of the state government ?
- 13) Define Budget. Explain the balanced and unbalanced budget.
- 14) What are the limitations of fiscal policy ?
- 15) Differentiate between the direct and indirect taxes ?

5 x 10 = 50

**Part-D**

- 16) a) Classify budgets?
- b) Explain the subdivisions of Public Finance?

1 x 20 = 20

(OR)

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