

**Model Question Paper**

**Fiscal Policy - Part III**

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 : 02:00:00 Hrs

Total Marks : 90

**Part-A**

5 x 1 = 5

- 1) \_\_\_\_\_ means different sources of government income.
- 2) The absence of direct and proportional benefit is \_\_\_\_\_
- 3) \_\_\_\_\_ are considered as fundamental principles of taxation
- 4) The classification of direct and indirect taxes is based on criterion of \_\_\_\_\_ tax.
- 5) ----- tax is a blend of progressive tax and proportional tax.

**Part-B**

5 x 3 = 15

- 6) What is Fiscal Policy?
- 7) What do you mean by Public revenue?
- 8) What is public debt?
- 9) Write a note on internal and external debt.
- 10) What do you mean by financial administration?

**Part-C**

5 x 10 = 50

- 11) Distinguish between proportional and progressive tax.
- 12) Explain the objectives of fiscal policy.
- 13) Explain the difference between Revenue budget and Capital budget.
- 14) Explain the importance of fiscal policy.
- 15) Explain the objectives of fiscal policy.

**Part-D**

1 x 20 = 20

- 16) a) Define tax and explain the kinds of direct taxes.
- (OR)
- b) What are the sources of revenue of the Central Government and the State Governments?

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